

FINANCIAL STATEMENTS

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DIRECTORS' REPORT

The directors hereby present their report together with the audited financial statements of the Group and of the Company for the financial year ended 30 April 2018.

PRINCIPAL ACTIVITIES

The principal activities of the Company are investment holding, provision of management services and lottery operations.

The principal activities of the subsidiary companies consist of:

- (i) Financial services;
- (ii) Marketing of consumer products and services;
- (iii) Motor trading and distribution and provision of after-sales services;
- (iv) Environmental and clean technology services;
- (v) Food and beverage;
- (vi) Property development and investment;
- (vii) Development and operation of hotels, resorts and other recreational activities;
- (viii) Gaming operations comprising lottery operations, Toto betting, leasing of online lottery equipment, provision of software support and the manufacture and distribution of computerised lottery and voting systems;
- (ix) Telecommunication and information technology related services, solutions and products; and
- (x) Investment holding and others.

RESULTS

	Group RM'000	Company RM'000
Loss for the year	<u>(365,856)</u>	<u>(188)</u>
Attributable to:		
Owners of the parent	(370,203)	(188)
Non-controlling interests	<u>4,347</u>	<u>-</u>
	<u>(365,856)</u>	<u>(188)</u>

There were no material transfers to or from reserves or provisions during the financial year other than as disclosed in the financial statements.

In the opinion of the directors, the results of the operations of the Group and of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature other than as disclosed in Note 33 to the financial statements.

DIRECTORS' REPORT

DIVIDENDS

No dividend has been paid or declared by the Company since the end of the previous financial year. The directors do not recommend the payment of any dividend in respect of the current financial year.

DIRECTORS

The names of the directors of the Company in office during the financial year and during the period from the end of financial year to the date of this report are:

Tan Sri Dato' Seri Vincent Tan Chee Yioun	(appointed on 1 November 2017)
Dato' Sri Robin Tan Yeong Ching	
Nerine Tan Sheik Ping	
Vivienne Cheng Chi Fan	
Dato' Sri Azlan Meah bin Haji Ahmed Meah	
Dato' Zurainah binti Musa	
Chan Kien Sing	
Datuk Robert Yong Kuen Loke	
Dr. Jayanthi Naidu A/P G. Danasamy	
Penelope Gan Paik Ling	(appointed on 30 March 2018)
Dato' Hj Md Yusoff @ Mohd Yusoff bin Jaafar	(resigned on 28 June 2018)
Datuk Mohd Zain bin Ahmad	(resigned on 18 April 2018)

The names of directors of subsidiary companies are set out in the respective subsidiary company's statutory accounts and the said information is deemed incorporated herein by such reference and made a part hereof.

DIRECTORS' BENEFITS

Neither at the end of the financial year, nor at any time during that year, did there subsist any arrangement to which the Company was a party, whereby the directors might acquire benefits by means of acquisition of shares in or debentures of the Company or any other body corporate.

Since the end of the previous financial year, no director has received or become entitled to receive a benefit (other than benefits included in the aggregate amount of emoluments received or due and receivable by the directors as shown in Note 34 to the financial statements) by reason of a contract made by the Company or a related corporation with any director or with a firm of which he is a member, or with a company in which he has a substantial financial interest, except as disclosed in Note 39 to the financial statements.

The Company maintained a Directors' and Officers' Liability Insurance in respect of any legal action taken against the directors and officers in the discharge of their duties while holding office for the Company and the Group. The total amount of insurance premium effected for any director and officer of the Company and of the Group as at the financial year end was RM354,350. The directors and officers shall not be indemnified by such insurance for any deliberate negligence, fraud, intentional breach of law or breach of trust proven against them.

DIRECTORS' REPORT

DIRECTORS' INTERESTS

According to the register of directors' shareholdings, the interests of directors in office at the end of the financial year in shares, warrants, options and debentures of the Company and its related corporations during the financial year were as follows:

	Number of ordinary shares			
	At 1.5.17 or at date of appointment	Acquired	Disposed	At 30.4.18
The Company (or "BCorp")				
Tan Sri Dato' Seri Vincent Tan Chee Yioun	1,109,895,998	3,954,810	-	1,113,850,808
(a)	10,673,665	-	2,068,755	8,604,910
Δ	1,106,433,958	97,945,000	954,810	1,203,424,148
Dato' Sri Robin Tan Yeong Ching	2,289,532	-	-	2,289,532
(a)	5,150	-	-	5,150
Δ	645,107,122	-	-	645,107,122
Vivienne Cheng Chi Fan	12,360	-	-	12,360
(a)	18,540	-	18,540	-
Dato' Sri Azlan Meah bin Haji Ahmed Meah	5,703	-	-	5,703
Chan Kien Sing	49,118	-	-	49,118
Datuk Robert Yong Kuen Loke	1,051,545	-	-	1,051,545

	Number of 5% Irredeemable Convertible Unsecured Loan Stocks 2012/2022 of RM1.00 nominal value each			
	At 1.5.17 or at date of appointment	Acquired	Disposed	At 30.4.18
The Company				
Tan Sri Dato' Seri Vincent Tan Chee Yioun	155,916,065	18,797,000	-	174,713,065
(a)	110,248,349	-	9,216,700	101,031,649
Δ	136,868,700	3,170,000	18,297,000	121,741,700
Dato' Sri Robin Tan Yeong Ching	2,620,500	-	-	2,620,500
(a)	1,000	-	-	1,000
Δ	66,329,000	-	-	66,329,000
Nerine Tan Sheik Ping	132,000	-	-	132,000
Vivienne Cheng Chi Fan	2,000	-	-	2,000
(a)	243,000	-	243,000	-
Chan Kien Sing	10,000	-	-	10,000
Datuk Robert Yong Kuen Loke	2,516,508	-	-	2,516,508

	Number of 2% Irredeemable Convertible Unsecured Loan Stocks 2016/2026 of RM1.00 nominal value each			
	At date of appointment	Acquired	Disposed	At 30.4.18
The Company				
Tan Sri Dato' Seri Vincent Tan Chee Yioun	102,627,780	-	-	102,627,780

DIRECTORS' REPORT

Number of warrants 2012/2022				
At 1.5.17 or at date of appointment				
		Acquired	Disposed	At 30.4.18
The Company				
Tan Sri Dato' Seri Vincent Tan Chee Yioun		211,082,731	-	211,082,731
	Δ	156,043,500	-	156,043,500
	(a)	1,500,000	-	1,500,000
Dato' Sri Robin Tan Yeong Ching		2,620,500	-	2,620,500
	(a)	1,000	-	1,000
	Δ	87,029,000	-	87,029,000
Vivienne Cheng Chi Fan		2,000	-	2,000
	(a)	134,000	134,000	-
Chan Kien Sing		10,000	-	10,000
Datuk Robert Yong Kuen Loke		170,108	-	170,108

Number of warrants 2016/2026				
At date of appointment				
		Acquired	Disposed	At 30.4.18
The Company				
Tan Sri Dato' Seri Vincent Tan Chee Yioun		353,135,340	-	353,135,340

Subsidiary companies:

Number of ordinary shares				
At 1.5.17 or at date of appointment				
		Acquired	Disposed	At 30.4.18
Berjaya Land Berhad				
Tan Sri Dato' Seri Vincent Tan Chee Yioun		62,232,800	-	68,550,400
	Δ	3,871,165,072	6,317,600	3,902,182,272
Dato' Sri Robin Tan Yeong Ching		600,000	-	600,000
	Δ	56,600,000	-	56,600,000
Nerine Tan Sheik Ping		2,000,000	-	2,000,000
Dato' Zurainah binti Musa		680,000	-	680,000
Datuk Robert Yong Kuen Loke		360,808	-	360,808

Number of ordinary shares				
At 1.5.17 or at date of appointment				
		Acquired	Disposed	At 30.4.18
Berjaya Sports Toto Berhad				
Tan Sri Dato' Seri Vincent Tan Chee Yioun		10,305,641	-	10,305,641
	Δ	666,683,566	500,000	667,183,566
Dato' Sri Robin Tan Yeong Ching		1,007,142	-	1,007,142
Vivienne Cheng Chi Fan	(a)	41,211	-	41,211
Chan Kien Sing		3,610	-	3,610
Datuk Robert Yong Kuen Loke		123,667	-	123,667
Penelope Gan Paik Ling		10,000	-	10,000

DIRECTORS' REPORT

		Number of ordinary shares			
		At 1.5.17 or at date of appointment	Acquired	Disposed	At 30.4.18
Berjaya Food Berhad					
		1,000,000	-	-	1,000,000
	Δ	171,018,520	9,673,000	-	180,691,520
		2,516,000	54,000 *	-	2,570,000

		Number of ordinary shares under Employees' Share Scheme ("ESS")			
		At 1.5.17	Granted	Exercised/ vested	At 30.4.18
Berjaya Food Berhad – ESS Options					
		1,224,000	-	-	1,224,000
Berjaya Food Berhad – ESS Shares					
		360,000	-	54,000	306,000

		Number of ordinary shares			
		At date of appointment	Acquired	Disposed	At 30.4.18
REDtone International Berhad					
		7,000,000	-	-	7,000,000
	Δ	386,812,912	-	-	386,812,912
		100,000	-	-	100,000

		Number of 2.75% Irredeemable Convertible Unsecured Loan Stocks 2010/2020 of RM1.00 nominal value each			
		At date of appointment	Acquired	Converted	At 30.4.18
REDtone International Berhad					
	Δ	45,129,450	-	-	45,129,450

Notes:

- Δ Indirect interests pursuant to Section 8 of the Companies Act 2016.
- (a) Indirect interests pursuant to Section 59(11)(c) of the Companies Act 2016.
- * Shares arising from the vesting of Berjaya Food Berhad's ESS shares.

By virtue of his interests in the shares of BCorp, Tan Sri Dato' Seri Vincent Tan Chee Yioun is also deemed interested in the shares of all the subsidiary companies of the Company to the extent the Company has an interest.

Other than as disclosed above, none of the other directors in office at the end of the financial year had any interest in shares, warrants, options and debentures of the Company or its related corporations during the financial year.

TREASURY SHARES

The number of treasury shares held in hand as at 30 April 2018 was 48,008,152 (2017: 48,008,152) units.

As at 30 April 2018, the issued ordinary share capital of the Company with voting rights was 4,875,583,042 (2017: 4,875,583,042) ordinary shares.

OTHER STATUTORY INFORMATION

- (a) Before the statements of financial position and statements of profit or loss of the Group and of the Company were made out, the directors took reasonable steps:
 - (i) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of provision for doubtful debts and satisfied themselves that all known bad debts have been written off and that adequate provision had been made for doubtful debts; and
 - (ii) to ensure that any current asset which was unlikely to realise its value as shown in the accounting records in the ordinary course of business had been written down to an amount which it might be expected so to realise.
- (b) At the date of this report, the directors are not aware of any circumstances which would render:
 - (i) the amount written off for bad debts or the amount of provision for doubtful debts inadequate to any substantial extent; and
 - (ii) the values attributed to the current assets in the financial statements of the Group and of the Company misleading.
- (c) At the date of this report, the directors are not aware of any circumstances which have arisen which would render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.
- (d) At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.
- (e) As at the date of this report, there does not exist:
 - (i) any charge on the assets of the Group or of the Company which has arisen since the end of the financial year which secures the liabilities of any other person; or
 - (ii) any contingent liability of the Group or of the Company which has arisen since the end of the financial year.
- (f) In the opinion of the directors:
 - (i) no contingent or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which will or may affect the ability of the Group or of the Company to meet their obligations as and when they fall due; and
 - (ii) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Group or of the Company for the financial year in which this report is made.

DIRECTORS' REPORT

SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

Significant events during the financial year are disclosed in Note 46 to the financial statements.

SUBSEQUENT EVENTS

Significant events subsequent to the end of the financial year are disclosed in Note 47 to the financial statements.

AUDITORS

The auditors, Ernst & Young, have expressed their willingness to continue in office.

The remuneration of the auditors is disclosed in Note 33 to the financial statements.

INDEMNIFICATION OF AUDITORS

To the extent permitted by law, the Company has agreed to indemnify its auditors, Ernst & Young, as part of the terms of its audit engagement against claims by third parties arising from the audit. No payment has been made to indemnify Ernst & Young during the financial year and since the end of the financial year.

Signed on behalf of the Board in accordance with a resolution of the directors dated 15 August 2018

TAN SRI DATO' SERI VINCENT TAN CHEE YIOUN

DATO' SRI ROBIN TAN YEONG CHING

STATEMENT BY DIRECTORS

PURSUANT TO SECTION 251(2) OF THE COMPANIES ACT 2016

We, TAN SRI DATO' SERI VINCENT TAN CHEE YIOUN and DATO' SRI ROBIN TAN YEONG CHING, being two of the directors of BERJAYA CORPORATION BERHAD, do hereby state that, in the opinion of the directors, the accompanying financial statements set out on pages 90 to 303 are drawn up in accordance with Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 30 April 2018 and of the financial performance and the cash flows of the Group and of the Company for the financial year then ended.

Signed on behalf of the Board in accordance with a resolution of the directors dated 15 August 2018

TAN SRI DATO' SERI VINCENT TAN CHEE YIOUN

DATO' SRI ROBIN TAN YEONG CHING

STATUTORY DECLARATION

PURSUANT TO SECTION 251(1)(b) OF THE COMPANIES ACT 2016

I, TAN THIAM CHAI, being the officer primarily responsible for the financial management of BERJAYA CORPORATION BERHAD, do solemnly and sincerely declare that the accompanying financial statements set out on pages 90 to 303 are in my opinion correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by the abovenamed)
TAN THIAM CHAI at Kuala Lumpur in the Federal Territory)
on 15 August 2018

) TAN THIAM CHAI
MIA No.: 4719

Before me:

KAPT (B) AFFANDI BIN AHMAD (W678)

Commissioner for Oaths

Kuala Lumpur

STATEMENTS OF FINANCIAL POSITION

AS AT 30 APRIL 2018

	Note	Group			Company	
		2018 RM'000	2017 RM'000 (Restated)	1.5.2016 RM'000 (Restated)	2018 RM'000	2017 RM'000
ASSETS						
Non-current assets						
Property, plant and equipment	3	3,461,128	3,722,983	3,766,965	111,707	113,988
Biological assets	4	3,923	4,193	4,773	-	-
Investment properties	5	877,871	840,177	768,438	-	-
Land held for development	6	1,867,476	2,036,359	2,065,127	-	-
Subsidiary companies	7	-	-	-	5,344,523	1,666,563
Associated companies	8	1,189,135	1,215,343	1,272,209	257,732	257,732
Joint ventures	9	105,586	119,707	95,132	-	-
Other investments	10	148,954	152,409	92,444	-	-
Other long term receivables	11	1,552,280	1,360,707	1,189,435	83,987	-
Intangible assets	12	5,695,064	5,853,796	6,582,857	115,347	122,446
Deferred tax assets	26	67,465	77,124	85,643	-	-
		<u>14,968,882</u>	<u>15,382,798</u>	<u>15,923,023</u>	<u>5,913,296</u>	<u>2,160,729</u>
Current assets						
Development properties	13	310,629	978,374	847,393	-	-
Inventories	14	1,764,324	1,156,715	1,052,957	-	-
Trade and other receivables	15	1,545,685	2,134,243	1,467,378	1,662,524	5,125,727
Short term investments	16	44,362	11,927	12,152	-	-
Tax recoverable		72,473	90,732	65,071	-	-
Deposits with						
financial institutions	17	710,830	636,024	809,789	116,036	49,825
Cash and bank balances	18	920,816	1,098,273	1,788,664	37,439	37,897
		<u>5,369,119</u>	<u>6,106,288</u>	<u>6,043,404</u>	<u>1,815,999</u>	<u>5,213,449</u>
Assets of disposal group/ Non-current assets classified as held for sale	19	489,488	43,462	1,392,624	77,910	-
		<u>5,858,607</u>	<u>6,149,750</u>	<u>7,436,028</u>	<u>1,893,909</u>	<u>5,213,449</u>
TOTAL ASSETS		<u><u>20,827,489</u></u>	<u><u>21,532,548</u></u>	<u><u>23,359,051</u></u>	<u><u>7,807,205</u></u>	<u><u>7,374,178</u></u>

STATEMENTS OF FINANCIAL POSITION

AS AT 30 APRIL 2018

	Note	Group			Company	
		2018 RM'000	2017 RM'000 (Restated)	1.5.2016 RM'000 (Restated)	2018 RM'000	2017 RM'000
EQUITY AND LIABILITIES						
Equity attributable to equity holders of the parent						
Share capital	20	4,930,556	4,930,556	4,673,180	4,930,556	4,930,556
Equity component of irredeemable convertible unsecured loan stocks	21	306,739	306,848	253,608	306,739	306,848
Reserves	22	1,607,189	1,951,570	1,784,013	927,148	922,418
		6,844,484	7,188,974	6,710,801	6,164,443	6,159,822
Treasury shares	23	(33,669)	(33,669)	(130,399)	(33,669)	(33,669)
		6,810,815	7,155,305	6,580,402	6,130,774	6,126,153
Non-controlling interests		3,514,472	3,663,364	4,476,304	-	-
Total equity		10,325,287	10,818,669	11,056,706	6,130,774	6,126,153
Non-current liabilities						
Liability component of irredeemable convertible unsecured loan stocks	21	128,193	152,278	158,731	128,159	152,167
Long term borrowings	24	3,587,054	3,304,466	4,530,187	832,153	392,132
Other long term liabilities	25	205,273	221,553	237,657	88,324	107,594
Deferred tax liabilities	26	1,355,570	1,361,446	1,530,522	14,598	17,085
Provisions	27	45,333	23,189	21,492	-	-
		5,321,423	5,062,932	6,478,589	1,063,234	668,978
Current liabilities						
Trade and other payables	28	2,441,453	2,283,177	2,757,941	178,725	168,965
Provisions	27	7,071	11,672	11,562	-	-
Short term borrowings	29	2,633,185	3,308,755	2,843,939	433,899	407,874
Taxation		52,690	42,360	185,967	573	-
Derivative liability	30	-	2,208	2,080	-	2,208
		5,134,399	5,648,172	5,801,489	613,197	579,047
Liabilities directly associated with disposal groups classified as held for sale	19	46,380	2,775	22,267	-	-
		5,180,779	5,650,947	5,823,756	613,197	579,047
Total liabilities		10,502,202	10,713,879	12,302,345	1,676,431	1,248,025
TOTAL EQUITY AND LIABILITIES		20,827,489	21,532,548	23,359,051	7,807,205	7,374,178

The accompanying notes form an integral part of the financial statements.

STATEMENTS OF PROFIT OR LOSS

FOR THE YEAR ENDED 30 APRIL 2018

	Note	Group		Company	
		2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Revenue	31	8,665,141	9,182,394	95,767	79,755
Cost of sales		(6,056,154)	(6,402,222)	(75,000)	(50,159)
Gross profit		2,608,987	2,780,172	20,767	29,596
Other income		297,791	519,746	103,994	64,639
Administrative expenses		(1,767,914)	(1,552,920)	(22,784)	(45,590)
Selling and distribution expenses		(521,530)	(550,828)	-	-
Other expenses		(378,927)	(194,450)	(14)	(21,810)
		238,407	1,001,720	101,963	26,835
Finance costs	32	(373,701)	(398,305)	(101,882)	(85,840)
Share of results of associates		16,602	60,913	-	-
Share of results of joint ventures		2,790	(1,700)	-	-
(Loss)/Profit before tax	33	(115,902)	662,628	81	(59,005)
Taxation	35	(249,954)	(345,208)	(269)	2,128
(Loss)/Profit for the year		(365,856)	317,420	(188)	(56,877)
Attributable to:					
Owners of the parent		(370,203)	149,285	(188)	(56,877)
Non-controlling interests		4,347	168,135	-	-
		(365,856)	317,420	(188)	(56,877)
(Loss)/Earnings per share attributable to owners of the parent (sen)	36				
- Basic, for the year		<u>(6.40)</u>	<u>2.93</u>		
- Diluted, for the year		<u>(6.40)</u>	<u>2.93</u>		

The accompanying notes form an integral part of the financial statements.

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 APRIL 2018

	Note	Group		Company	
		2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
(Loss)/Profit for the year		(365,856)	317,420	(188)	(56,877)
Other comprehensive income:					
<u>Items that may be reclassified</u>					
<u>subsequently to profit or loss</u>					
Net changes on available-for-sale ("AFS")					
financial assets					
- Changes in fair value of AFS investments		(2,728)	7,258	-	-
- Transferred to profit or loss due to:					
- Disposal of AFS investments		4,140	797	-	-
- Impairment of AFS investments		2,762	575	-	-
Foreign currency translation		(165,431)	180,232	4,918	(730)
Foreign currency reserve transfer to					
profit or loss due to disposal of subsidiaries		817	(2,739)	-	-
Foreign currency reserve transfer to profit or					
loss due to dilution of interests in subsidiaries		31,710	(30,664)	-	-
Share of other comprehensive items of associates		(6,461)	164	-	-
Taxation relating to components					
of other comprehensive income	35	4,919	3,877	-	-
<u>Items that will not be reclassified</u>					
<u>subsequently to profit or loss</u>					
Reversal of impairment/(Impairment)					
in value of gaming rights		95,752	(696,390)	-	-
Changes in fair value reserve upon:					
- (recognition)/reversal of deferred tax					
liability on reversal/incurrence of					
impairment of gaming rights	35	(22,980)	167,134	-	-
Revaluation of land and buildings		17,767	579	-	-
Actuarial gain/(loss) recognised in					
defined benefit pension scheme		4,051	(657)	-	-
Tax effects relating to					
revaluation of building	35	(2,640)	(71)	-	-
Tax effects relating to the					
defined benefit pension scheme	35	(756)	168	-	-
		(39,078)	(369,737)	4,918	(730)
Total comprehensive income for the year		(404,934)	(52,317)	4,730	(57,607)
Total comprehensive income					
Attributable to:					
- Owners of the parent		(396,347)	61,007	4,730	(57,607)
- Non-controlling interests		(8,587)	(113,324)	-	-
		(404,934)	(52,317)	4,730	(57,607)

The accompanying notes form an integral part of the financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 APRIL 2018

GROUP	Attributable to the equity holders of the Company												Total equity RM'000
	Non-distributable											Total RM'000	
	Share capital RM'000	ICULS - equity component # RM'000	AFS reserves* RM'000	Reserve of disposal group classified as held for sale RM'000	Employees' share plan reserve RM'000	Warrant reserve^ RM'000	Consolidation reserve RM'000	Fair value reserve RM'000	Capital reserves RM'000	Foreign currency translation reserves RM'000	Retained earnings RM'000		
4,930,566	306,848	1,079	-	243	259,797	(660,086)	130,788	230,150	180,888	1,809,728	(33,669)	3,663,364	10,818,669
-	-	-	-	-	-	-	-	-	-	(370,203)	-	4,347	(365,856)
-	-	1,797	-	-	-	(1,974)	38,372	-	(65,582)	1,223	-	(12,934)	(39,078)
-	-	1,797	-	-	-	(1,974)	38,372	-	(65,582)	(368,980)	-	(8,587)	(404,934)
-	-	-	-	-	-	-	-	-	-	17,192	-	-	17,192
Transactions with owners:													
-	(100)	-	-	-	-	-	-	-	-	-	-	-	(100)
-	(9)	-	-	-	-	-	(297)	(5,330)	(27,641)	(78,551)	-	-	(9)
-	-	(44)	111,775	88	-	-	-	(1,636)	-	-	-	-	-
-	-	-	-	-	-	1,603	-	-	-	-	-	1,648	1,615
-	-	-	-	-	-	33,614	-	-	-	-	-	(57,938)	(24,324)
-	-	-	-	-	-	-	-	-	-	-	-	10,530	10,530
-	-	-	-	-	-	-	-	-	-	-	-	18,571	18,571
-	-	-	-	1,484	-	-	-	-	-	-	-	1,905	3,389
-	-	-	-	(291)	-	-	-	-	-	-	-	(364)	(655)
-	-	-	-	-	-	-	-	-	-	-	-	(114,657)	(114,657)
-	(109)	(44)	111,775	1,281	-	35,217	(1,933)	(5,330)	(27,641)	(78,551)	-	34,665	(105,640)
4,930,566	306,739	2,832	111,775	1,524	259,797	(626,840)	167,227	224,820	87,665	1,379,389	(33,669)	3,514,472	10,325,287

At 30 April 2018

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 APRIL 2018

GROUP	Attributable to the equity holders of the Company															
	Share capital	Share premium	ICULS - equity component #	AFS reserves*	Reserve of disposal group classified as held for sale	Employees' share plan reserve	Warrant reserve^	Consolidation reserve	Fair value reserve	Capital reserves	Foreign currency translation reserves	Retained earnings	Treasury shares	Total	Non-controlling interests	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 May 2016	4,673,180	6,965	253,608	(13,247)	9,971	1,051	145,758	(831,734)	326,613	31,312	111,321	1,966,003	(130,399)	6,580,402	4,476,304	11,056,706
Profit for the year	-	-	-	-	-	-	-	-	-	-	-	149,285	-	149,285	168,135	317,420
Other comprehensive income	-	-	-	13,617	-	(53)	-	1,326	(177,036)	-	74,018	(150)	-	(88,278)	(281,459)	(369,737)
Total comprehensive income for the year	-	-	-	13,617	-	(53)	-	1,326	(177,036)	-	74,018	149,135	-	61,007	(113,324)	(52,317)
Share of an associated company's effect arising on acquisition of additional interest in its subsidiary company	-	-	-	-	-	-	-	-	-	-	-	16,618	-	16,618	-	16,618
Effects of amortisation on gaming rights	-	-	-	-	-	-	-	-	(10,031)	-	-	7,159	-	(2,872)	2,872	-
Transactions with owners:																
Reversal of deferred tax liability on conversion of BCorp ICULS 2016/2026	-	-	2,992	-	-	-	-	-	-	-	-	-	-	2,992	-	2,992
Issuance of BCorp ICULS 2016/2026 and Warrants 2016/2026	-	-	187,061	-	-	-	113,039	-	-	-	-	-	-	300,100	-	300,100
Effects on deferred tax liability on liability component of BCorp ICULS 2016/2026	-	-	(4,209)	-	-	-	-	-	-	-	-	-	(2,850)	(4,209)	-	(4,209)
Treasury shares acquired	-	-	-	-	-	-	-	-	-	-	-	(80,121)	-	(80,121)	-	(2,850)
Transfer of reserves	-	-	-	709	(9,971)	(343)	-	3,190	(8,758)	99,765	(4,471)	-	-	-	-	-
Arising from conversion of BCorp ICULS 2016/2026 - by surrender option	250,411	-	(132,604)	-	-	-	-	-	-	-	-	(80,225)	-	37,582	-	37,582
Share options forfeited	-	-	-	-	-	(1,054)	-	-	-	-	-	-	-	(1,054)	-	(1,054)
Arising from part disposal/dilution of equity interest in subsidiary companies	-	-	-	-	-	(162)	-	4,557	-	-	-	-	-	4,395	86,154	90,549
Arising from increase in equity interest in subsidiary companies	-	-	-	-	-	3	-	162,578	-	-	-	(188)	-	162,393	(662,695)	(500,302)
Acquisition of subsidiary companies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	256	256
Transferred from distributable earnings to capital reserve arising from a subsidiary company's bonus issue of shares	-	-	-	-	-	-	-	-	-	99,073	-	(99,073)	-	-	-	-
Disposal of a subsidiary company	-	-	-	-	-	801	-	-	-	-	-	-	-	801	(5,375)	(5,375)
Share based payment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,045	1,045
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(99,580)	-	-	(121,873)	(121,873)
Dividends (Note 37)	-	-	-	-	-	-	-	-	-	-	-	99,580	-	-	-	-
Transfer pursuant to S618(2) of CA 2016- At 30 April 2017	250,411	6,965	53,240	709	(9,971)	(755)	113,039	170,325	(8,758)	198,838	(4,471)	(359,187)	96,730	500,150	(702,486)	(202,336)
	4,923,591	(6,965)	306,848	1,079	-	243	258,797	(660,083)	130,788	230,150	180,868	1,809,728	(33,669)	7,155,305	3,663,364	10,818,669
	6,965	(6,965)	306,848	1,079	-	243	258,797	(660,083)	130,788	230,150	180,868	1,809,728	(33,669)	7,155,305	3,663,364	10,818,669

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 APRIL 2018

Notes:

- # This comprises the equity components of 5% Irredeemable Convertible Unsecured Loan Stocks April 2012/2022 (“BCorp ICULS 2012/2022”) and 2% Irredeemable Convertible Unsecured Loan Stocks May 2016/2026 (“BCorp ICULS 2016/2026”).
- * This represents available-for-sale reserves.
- ^ This comprises the fair values of 10-year Warrants 2012/2022 (“Warrants 2012/2022”) and 10-year Warrants 2016/2026 (“Warrants 2016/2026”).
- ~ Pursuant to Section 618(2) of the Companies Act 2016, any outstanding share premium and capital redemption reserve accounts has become part of share capital.

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 APRIL 2018

COMPANY	Share capital RM'000	Share premium RM'000	ICULS - equity component# RM'000	Warrant reserve [^] RM'000	Foreign currency translation reserves RM'000	Distributable Retained earnings RM'000	Treasury shares RM'000	Total RM'000
At 1 May 2017	4,930,556	-	306,848	260,057	(730)	663,091	(33,669)	6,126,153
Total comprehensive income	-	-	-	-	4,918	(188)	-	4,730
Transactions with owners:								
Reclassification from BCorp ICULS equity component to BCorp ICULS liability component	-	-	(100)	-	-	-	-	(100)
Deferred tax effects on liability component of BCorp ICULS 2016/2026	-	-	(9)	-	-	-	-	(9)
	-	-	(109)	-	-	-	-	(109)
At 30 April 2018	4,930,556	-	306,739	260,057	4,188	662,903	(33,669)	6,130,774

COMPANY	Share capital RM'000	Share premium RM'000	ICULS - equity component# RM'000	Warrant reserve [^] RM'000	Foreign currency translation reserves RM'000	Distributable Retained earnings RM'000	Treasury shares RM'000	Total RM'000
At 1 May 2016	4,673,180	6,965	253,608	147,018	-	899,773	(130,399)	5,850,145
Total comprehensive income	-	-	-	-	(730)	(56,877)	-	(57,607)
Transactions with owners:								
Issuance of BCorp ICULS 2016/2026 and Warrants 2016/2026	-	-	187,061	113,039	-	-	-	300,100
Arising from conversion of BCorp ICULS 2005/2015 and 2012/2022	250,411	-	(132,604)	-	-	(80,225)	-	37,582
Effects on deferred tax liability on liability component of BCorp ICULS 2016/2026	-	-	(4,209)	-	-	-	-	(4,209)
Reversal of deferred tax liability on conversion of BCorp ICULS 2016/2026	-	-	2,992	-	-	-	-	2,992
Treasury shares acquired	-	-	-	-	-	-	(2,850)	(2,850)
Dividends (Note 37)	-	-	-	-	-	(99,580)	99,580	-
	4,923,591	6,965	306,848	260,057	(730)	663,091	(33,669)	6,126,153
Transfer pursuant to S618(2) of CA 2016~	6,965	(6,965)	-	-	-	-	-	-
At 30 April 2017	4,930,556	-	306,848	260,057	(730)	663,091	(33,669)	6,126,153

Notes:

- # This comprises equity components of BCorp ICULS 2012/2022 and BCorp ICULS 2016/2026.
- ^ This comprises the fair values of Warrants 2012/2022 and 2016/2026.
- ~ Pursuant to Section 618(2) of the Companies Act 2016, any outstanding share premium and capital redemption reserve accounts has become part of share capital.

The accompanying notes form an integral part of the financial statements.

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED 30 APRIL 2018

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	9,588,098	9,829,511	76,573	2,537
Payment to suppliers, prize winners and operating expenses	(8,575,204)	(8,581,033)	(74,526)	(3,508)
Development expenditure incurred	(287,507)	(452,178)	-	-
Expenditure incurred on disposal of development project	-	(244,016)	-	-
Tax refund	61,231	50,192	-	-
Payment of taxes	(235,198)	(563,258)	(2,192)	-
Other receipts (Note c)	12,699	57,686	-	-
Net cash flow generated from/(used in) operating activities	564,119	96,904	(145)	(971)
CASH FLOWS FROM INVESTING ACTIVITIES				
Sales of property, plant and equipment	37,664	36,354	147	2
Sales of investment properties and other non-current assets	2,896	-	-	-
Sales of investments in subsidiary companies (Note b)	45,610	102,540	48,899	18,963
Sales of investments in associated companies	58,891	501,545	-	-
Sales of other investments	46,016	63,786	-	-
Proceeds from settlement of surrendering certain assets and lease interests to related authorities	-	218,309	-	-
Acquisition of property, plant and equipment (Note 3)	(141,974)	(353,842)	(764)	(406)
Acquisition of investments in subsidiary companies (Note a)	(24,119)	(184,211)	(18,345)	(93,544)
Acquisition of investments in associated companies	(21,751)	(16,068)	-	(50)
Acquisition of investments in joint ventures	(12,960)	(17,764)	-	-
Acquisition of other investments	(75,186)	(34,767)	-	-
Acquisition of other non-current assets and intangible assets (Note d)	(48,294)	(93,501)	-	-
Acquisition of treasury shares by subsidiary companies	-	(8,356)	-	-
Interest received	52,125	54,430	75,535	63,751
Dividends received	38,964	18,217	18,336	626,597
Net advances to subsidiary companies	-	-	(402,681)	(418,818)
Net repayment from joint ventures	13,455	2,671	-	-
Net withdrawals/(placements) with fund managers	26,060	(22,223)	-	-
Deposits received for the proposed disposals of foreign ventures	225,510	35,020	-	-
Other (payments)/receipts arising from investments	(38,444)	82,992	4,744	(2,505)
Net cash flow generated from/(used in) investing activities	184,463	385,132	(274,129)	193,990

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED 30 APRIL 2018

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES				
Issuance of share capital to non-controlling interests of subsidiary companies	1,982	4,219	-	-
Treasury shares acquired	-	(2,850)	-	(2,850)
Issuance of medium term notes by subsidiary companies	505,000	80,000	-	-
Redemption of medium term notes	(530,000)	(105,000)	-	-
Drawdown of bank borrowings and other loans	1,742,982	1,357,431	649,073	365,165
Repayment of bank borrowings and other loans	(1,938,641)	(2,240,443)	(185,881)	(454,512)
Payment of hire purchase/lease liabilities	(28,206)	(15,560)	(323)	(294)
Interest paid	(369,999)	(379,307)	(122,827)	(112,557)
Dividends paid to non-controlling interests of subsidiary companies	(82,857)	(124,507)	-	-
Placement of bank deposits	(9,561)	(4,134)	-	-
Withdrawal from/(Placement in) banks as security pledged for borrowings	52,324	696,510	33,979	(20,114)
Net cash flow (used in)/generated from financing activities	(656,976)	(733,641)	374,021	(225,162)
NET CHANGE IN CASH AND CASH EQUIVALENTS	91,606	(251,605)	99,747	(32,143)
EFFECT OF EXCHANGE RATE CHANGES	(56,201)	52,428	(15)	2
CASH AND CASH EQUIVALENTS				
AT BEGINNING OF YEAR	1,408,191	1,607,368	3,499	35,640
CASH AND CASH EQUIVALENTS				
AT END OF YEAR	1,443,596	1,408,191	103,231	3,499

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED 30 APRIL 2018

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
CASH AND CASH EQUIVALENTS				
The closing cash and cash equivalents comprise of the following:				
Cash and bank balances	920,816	1,098,273	37,439	37,897
Deposits with financial institutions (Note 17)	710,830	636,024	116,036	49,825
	1,631,646	1,734,297	153,475	87,722
Bank overdrafts (Note 29)	(34,630)	(82,587)	-	-
	1,597,016	1,651,710	153,475	87,722
Excluding : Remisiers' deposits held in trust	(12,642)	(13,206)	-	-
	1,584,374	1,638,504	153,475	87,722
Less : Cash and cash equivalents restricted for use				
- Deposits Note (17)	(141,005)	(162,138)	(17,678)	(49,825)
- Cash and bank balances (Note 18)	(46,708)	(68,338)	(32,566)	(34,398)
	1,396,661	1,408,028	103,231	3,499
Including : Cash and cash equivalents classified as held for sale (Note 19)	46,935	163	-	-
	1,443,596	1,408,191	103,231	3,499

Notes:

a) Analysis of the effects of subsidiary companies acquired:

	Group	
	2018 RM'000	2017 RM'000
Property, plant and equipment (Note 3)	-	37
Net other assets acquired	-	817
Non-controlling interests	-	(256)
Goodwill on consolidation	-	767
Net assets acquired	-	1,365
Acquisition of additional interest in subsidiary companies	24,119	182,846
Cash flow on acquisition (net of cash in subsidiary companies acquired)	24,119	184,211

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED 30 APRIL 2018

- b) Analysis of the effects of subsidiary companies disposed:

	Group	
	2018 RM'000	2017 RM'000
Property, plant and equipment	45,499	-
Net other assets disposed	102,314	-
Non-controlling interests	18,571	(1,597)
Less: Reclassification to associates at fair value	(150,749)	-
Add: Loss on remeasurement (Note 33(c)(i))	(21,374)	-
Assets and liabilities previously classified as disposal groups	-	20,763
Net (liabilities)/assets disposed	(5,739)	19,166
Excluding: Cash and cash equivalents of subsidiary companies disposed	(3,311)	(4,125)
Consideration utilised to settle amount due to disposal group	-	(11,593)
Consideration utilised to settle bank borrowings	-	(10,566)
Non-cash consideration	(9,021)	-
Partial disposal of shares in subsidiary companies (Note #)	22	106,665
Net gain arising from disposal	63,659	2,993
Cash flow on disposal (net of cash in subsidiary companies disposed)	45,610	102,540

These are proceeds from partial disposal of shares in subsidiary companies that did not result in loss of control.

- c) Other receipts include rental income received, deposits received and other miscellaneous income received.
- d) Acquisition of other non-current assets and intangible assets includes payments for acquisition of land held for development, investment properties and intangible assets.

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED 30 APRIL 2018

e) Reconciliation of liabilities arising from financing activities:

Group	Medium term	Term loans	Hire purchase	Total
	notes	and other loans	liabilities	
	RM'000	RM'000	RM'000	RM'000
At 1 May 2017	1,423,700	4,994,629	112,305	6,530,634
Drawdown of borrowings	505,000	1,742,982	-	2,247,982
Additional hire purchase liabilities	-	-	18,199	18,199
Repayment of borrowings	(530,000)	(1,938,641)	(28,206)	(2,496,847)
Charge out of deferred transaction costs	521	8,770	-	9,291
Disposal of subsidiary company	-	(38,070)	-	(38,070)
Reclassified to disposal group	-	(15,663)	-	(15,663)
Exchange differences	-	(69,917)	-	(69,917)
At 30 April 2018	<u>1,399,221</u>	<u>4,684,090</u>	<u>102,298</u>	<u>6,185,609</u>

Company	Term loans	Hire purchase	Total
	and other loans	liabilities	
	RM'000	RM'000	RM'000
At 1 May 2017	799,023	983	800,006
Drawdown of borrowings	649,073	-	649,073
Additional hire purchase liabilities	-	880	880
Repayment of borrowings	(185,881)	(323)	(186,204)
Charge out of deferred transaction costs	2,297	-	2,297
At 30 April 2018	<u>1,264,512</u>	<u>1,540</u>	<u>1,266,052</u>

The accompanying notes form an integral part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

1. CORPORATE INFORMATION

The principal activities of the Company are investment holding, provision of management services and lottery operations.

The principal activities of the subsidiary companies consist of:

- (i) Financial services;
- (ii) Marketing of consumer products and services;
- (iii) Motor trading and distribution and provision of after-sales services;
- (iv) Environmental and clean technology services;
- (v) Food and beverage;
- (vi) Property development and investment;
- (vii) Development and operation of hotels, resorts and other recreational activities;
- (viii) Gaming operations comprising lottery operations, Toto betting, leasing of online lottery equipment, provision of software support and the manufacture and distribution of computerised lottery and voting systems;
- (ix) Telecommunication and information technology related services, solutions and products; and
- (x) Investment holding and others.

The Company is a public limited liability company, incorporated and domiciled in Malaysia, and listed on the Main Market of Bursa Malaysia Securities Berhad ("Bursa Malaysia").

The registered office of the Company is located at Lot 13-01A, Level 13 (East Wing), Berjaya Times Square, No.1 Jalan Imbi, 55100 Kuala Lumpur. The principal place of business of the Company is located at Level 12, Berjaya Times Square, No.1 Jalan Imbi, 55100 Kuala Lumpur.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 15 August 2018.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The financial statements of the Group and of the Company have been prepared under the historical cost convention unless otherwise indicated in the accounting policies below and comply with Financial Reporting Standards ("FRSs") and the Companies Act 2016 in Malaysia.

The financial statements are presented in Ringgit Malaysia ("RM") and all values/units are rounded to the nearest thousand ("RM'000")/('000) except when otherwise indicated.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies

2.2.1 Subsidiaries and basis of consolidation

The consolidated financial statements incorporate the financial statements of the Group and all its subsidiary companies, which are prepared up to the end of the same financial year.

Subsidiary companies are those investees controlled by the Group. The Group controls an investee if and only if the Group has all the following:

- (1) power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee);
- (2) exposure, or rights, to variable returns from its investment with the investee; and
- (3) the ability to use its power over the investee to affect its returns.

When the Group has less than a majority of the voting rights of an investee, the Group considers the following in assessing whether or not the Group's voting rights in an investee are sufficient to give it power over the investee:

- (1) the size of the Group's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- (2) potential voting rights held by the Group, other vote holders or other parties;
- (3) rights arising from other contractual arrangements; and
- (4) any additional facts and circumstances that indicate that the Group has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Subsidiary companies are consolidated using the acquisition method of accounting except for the business combination with Berjaya Group Berhad ("BGroup"), which is accounted for under the pooling of interests method as the business combination of this subsidiary company involved an entity under common control.

Under the pooling of interests method of accounting, the results of the entities under common control are presented as if the entities had been combined throughout the current and previous financial years. The difference between the cost of acquisition and the nominal value of the share capital and reserves acquired are reflected within equity as merger reserve (or adjusted against any suitable reserve in the case of debit differences).

Under the acquisition method of accounting, subsidiary companies are consolidated from the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until that date such control ceases.

The cost of acquisition of a subsidiary company depends on whether it is a business combination, in accordance to the specifications in FRS 3, or not. If it is not a business combination, the cost of acquisition consists of the consideration transferred ("CT"). The CT is the sum of fair values of the assets transferred by the Group, the liabilities incurred by the Group to the former owners of the acquiree and the equity instruments issued by the Group in exchange for control of the acquiree on the date of acquisition and any contingent consideration. For an acquisition that is not a business combination, the acquisition-related costs can be capitalised as part of the cost of acquisition. If it is a business combination, the cost of acquisition (or specifically, the cost of business combination) consists of CT, and the amount of any non-controlling interests in the acquiree, the fair value of the Group's previously held equity interest in the acquiree. For an acquisition that is a business combination, the acquisition-related costs are recognised in profit or loss as incurred.

If the business combination is achieved in stages, any previously held equity interests in the acquiree are re-measured to fair value at the acquisition date with any corresponding gain or loss recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.1 Subsidiaries and basis of consolidation (continued)

Any excess of the cost of business combination, as the case may be, over the net amount of the fair value of identifiable assets acquired and liabilities assumed is recognised as goodwill. For business combinations, provisions are made for the acquiree's contingent liabilities existing at the date of acquisition as the Group deems that it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations.

Any excess in the Group's interest in the net fair value of the identifiable assets acquired and liabilities assumed over the cost of business combination is recognised immediately in profit or loss.

The contingent consideration to be transferred by the acquirer will be recognised at fair value at the date of acquisition. Changes in the fair value of the contingent consideration that qualify as measurement period adjustments are adjusted retrospectively, with corresponding adjustments against goodwill. Measurement period adjustments are adjustments that arise from additional information obtained during the 'measurement period' (which cannot exceed one year from the date of acquisition) about the facts and circumstances that existed at the date of acquisition. The subsequent accounting for changes in the fair value of the contingent consideration that do not qualify as measurement period adjustments depends on how the contingent consideration is classified. Contingent consideration that is classified as equity is not re-measured at subsequent reporting dates and its subsequent settlement is accounted for within equity. Contingent consideration that is classified as an asset or a liability is re-measured at subsequent reporting dates in accordance with FRS 139: Financial Instruments: Recognition and Measurement or FRS 137: Provisions, Contingent Liabilities and Contingent Assets, as appropriate with the corresponding gain or loss being recognised in profit or loss.

Uniform accounting policies are adopted in the consolidated financial statements for similar transactions and other events in similar circumstances. In the preparation of the consolidated financial statements, the financial statements of all subsidiary companies are adjusted for the material effects of dissimilar accounting policies. Intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation except for unrealised losses, which are not eliminated when there are indications of impairment.

Profit or loss and each component of other comprehensive income are attributed to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

Non-controlling interests represent the equity in subsidiary companies not attributable, direct or indirectly, to the Group which consist of the amount of those non-controlling interests at the date of original combination, and the non-controlling interests' share of changes in the equity since the date of the combination.

Non-controlling interests are presented separately in the consolidated statement of financial position within equity, separately from the equity of the owners of the parent.

Equity instruments and equity components of hybrid financial instruments issued by subsidiary companies but held by the Group will be eliminated on consolidation. Any difference between the cost of investment and the value of the equity instruments or the equity components of hybrid financial instruments will be recognised immediately in equity upon elimination.

When there is share buyback by a subsidiary company, the accretion of the Group's interest is recognised as a deemed acquisition of additional equity interest in the subsidiary company. Any differences between the consideration of the share buyback over the Group's revised interest in the net fair value of the identifiable assets acquired and liabilities assumed is recognised directly in equity attributable to owners of the parent.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.1 Subsidiaries and basis of consolidation (continued)

Changes in the Group's ownership interest in a subsidiary company that do not result in the Group losing control over the subsidiary company are accounted for as equity transactions. The carrying amounts of the Group's interest and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiary companies. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of consideration paid or received is recognised directly in equity and attributed to the owners of the Company.

When the Group loses control of a subsidiary company, a gain or loss calculated as the difference between:

- (1) the aggregate of the fair value of the consideration received and the fair value of any retained interest; and
- (2) the carrying amount of the assets (including goodwill), and liabilities of the subsidiary company and any non-controlling interest at the date when control is lost;

is recognised in profit or loss. The subsidiary company's cumulative gain or loss which has been recognised in other comprehensive income and accumulated in equity are reclassified to profit or loss or where applicable, transferred directly to retained earnings. Any investment retained is recognised at fair value.

In the Company's separate financial statements, investments in subsidiary companies are stated at cost less impairment losses.

2.2.2 Associated companies and joint ventures

Associated companies are entities in which the Group has significant influence. Significant influence is the power through board representations to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint arrangement. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require the unanimous consent of the parties sharing control.

Investments in unquoted associated companies and joint ventures are accounted for in the consolidated financial statements using the equity method of accounting based on the latest audited financial statements and supplemented by management financial statements of the associated companies and the joint ventures made up to the Group's financial year-end.

Investments in quoted associated companies which have the same financial year-end as the Group's financial year-end are accounted for in the consolidated financial statements using the equity method of accounting based on the audited financial statements announced in the respective stock exchanges.

Investment in quoted associated companies which have different financial year-ends from the Group's financial year-end are accounted for in the consolidated financial statements using the equity method of accounting based on the last audited financial statements and latest quarterly financial statements made up to a period-end of no more than one month difference with the Group's financial year-end, announced in the respective stock exchanges.

Uniform accounting policies are adopted for like transactions and events in similar circumstances upon applying equity method of accounting.

After application of the equity method, the Group determines whether it is necessary to recognise impairment loss on its investment in its associated companies and joint ventures. At each reporting date, the Group determines whether there is objective evidence that the investment in the associated companies and joint ventures is impaired. If there is such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of the associated company or joint venture and its carrying value, and then recognises the loss in the statement of profit or loss.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.2 Associated companies and joint ventures (continued)

On acquisition of an investment in associated company or joint venture, any excess of the cost of investment over the Group's share of the net fair value of the identifiable assets acquired and liabilities assumed of the investee is recognised as goodwill and included in the carrying amount of the investment and is not amortised.

Any excess of the Group's share of net fair value of the associated company's or the joint venture's identifiable assets acquired and liabilities assumed over the cost of investment is included as income in the determination of the Group's share of associated company's or joint venture's profit or loss in the period in which the investment is acquired.

Under the equity method, the investment in an associated company or a joint venture is recognised at cost on initial recognition, and the carrying amount is increased or decreased to recognise the Group's share of profit or loss and other comprehensive income of the associated company or the joint venture after the date of acquisition, less impairment losses. The Group's share of comprehensive income of associated companies or joint ventures acquired or disposed of during the financial year, is included in the consolidated profit or loss from the date that significant influence effectively commences or until the date that significant influence effectively ceases, as appropriate.

Unrealised gains and losses on transactions between the Group and the associated companies or the joint ventures are eliminated to the extent of the Group's interest in the associated companies or the joint ventures.

When the Group's share of losses equals or exceeds its interest in an equity accounted associated company or joint venture, including any long term interest, that, in substance, form part of the Group's net investment in the associated companies or the joint ventures, the carrying amount of that interest is reduced to nil and the recognition of further losses is discontinued except to the extent that the Group has a legal and constructive obligations or has made payment on behalf of the associated companies or the joint ventures.

When there is share buyback by an associated company, the accretion of the Group's interest is recognised as a deemed acquisition of additional equity interest in the associated company. Any reduction of the Group's pre-acquisition reserves arising from the share buyback (i.e. Goodwill) is included in the carrying amount of the investment and is not amortised. Any increase of the Group's pre-acquisition reserves arising from the share buyback (i.e. Negative Goodwill) is included as income in the determination of the Group's share of associated company's results in the period of share buybacks.

Upon loss of significant influence over the associated company and loss of joint control over the joint venture, the Group measures and recognises any retained investment at its fair value. Any difference between the carrying amount of the associated company or joint venture upon loss of significant influence or loss of joint control and the fair value of the retained investment and proceeds from the disposals is recognised in profit or loss.

In the Company's separate financial statements, investments in associated companies and joint ventures are stated at cost less impairment losses.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.3 Property, plant and equipment and depreciation

All items of property, plant and equipment are initially recorded at cost. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group or the Company and the cost of the item can be measured reliably. Subsequent to recognition, when a property, plant and equipment are required to be replaced in intervals, the Company recognises such parts as individual assets with specific useful lives. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

Subsequent to recognition, property, plant and equipment except for freehold land are stated at cost less accumulated depreciation and any accumulated impairment losses.

Freehold land has an unlimited useful life and therefore is not depreciated but reviewed at each reporting date to determine whether there is an indication of impairment. Capital work-in-progress are also not depreciated as these assets are not available for use.

Depreciation of other property, plant and equipment is provided for on a straight-line basis to write off the cost of each asset to its residual value over the estimated useful life, at the following annual rates:

Leasehold land	Ranging from 30 to 999 years
Buildings	1.25% - 20%
Plant and equipment	5% - 33%
Computer and office equipment	10% - 67%
Renovation	2% - 33%
Furniture and fittings	5% - 33%
Motor vehicles	10% - 33%
Aircraft	Ranging from 5 to 20 years or based on flying hours
Golf course development expenditure	1% - 1.75%
Others	2% - 50%

Others comprise of mainly linen, silverware, cutleries, kitchen utensils, gymnasium equipment, recreational livestock and apparatus.

The residual values, useful life and depreciation method are reviewed at each financial year end to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of property, plant and equipment.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gains or losses on the derecognition of the asset are included in profit or loss in the year the asset is derecognised.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.4 Biological assets

This represents plantation development expenditure consisting of costs incurred on land clearing and upkeep of oil palms to maturity which are initially recorded at cost and amortised over 20 years, which is the estimated useful life of the assets, upon maturity of the crop. Biological assets are stated at cost less accumulated amortisation and impairment losses.

2.2.5 Investment properties

Investment properties are properties which are held either to earn rental income or for capital appreciation or for both. Such properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at fair value.

Gains or losses arising from changes in the fair values of investment properties are recognised in profit or loss in the year in which they arise.

A property interest under an operating lease is classified and accounted for as an investment property on a property-by-property basis when the Group holds it to earn rentals or for capital appreciation or both. Any such property interest under an operating lease classified as an investment property is carried at fair value.

Investment properties are derecognised when either they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognised in profit or loss in the year in which they arise.

When an item of investment property carried at fair value is transferred to property, plant and equipment following a change in its use, the property's deemed cost for subsequent accounting in accordance with FRS 116: Property, Plant and Equipment shall be its fair value at the date of change in use.

When an item of property, plant and equipment is transferred to investment properties following a change in its use, any difference arising at the date of transfer between the carrying amount of the item immediately prior to transfer and its fair value is recognised directly in other comprehensive income. However, if such fair value gain reverses a previous impairment loss, the gain is recognised in profit or loss. Upon disposal of the investment property, any surplus previously recorded in other comprehensive income is transferred to retained earnings.

When an item of property inventory or property development is transferred to investment properties following a change in its use, any difference arising at the date of transfer between the carrying amount of the item immediately prior to the transfer and its fair value is recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.6 Land held for development and property development costs

(1) Land held for development

Land held for development consists of land where no development activities have been carried out or where development activities are not expected to be completed within the normal operating cycle. Such land is classified within non-current assets and is stated at cost less any accumulated impairment losses.

Land held for development is reclassified as development properties at the point when development activities have commenced and where it can be demonstrated that the development cycle can be completed within the normal operating cycle.

(2) Property development costs

Property development costs comprise all costs that are directly attributable to development activities or that can be allocated on a reasonable basis to such activities.

When the financial outcome of a development activity can be reliably estimated, property development revenue and expenses are recognised in profit or loss by using the stage of completion method. The stage of completion is determined by the proportion of the property development costs incurred for work performed to date which bear to the estimated total property development costs.

When the financial outcome of a development activity cannot be reliably estimated, property development revenue is recognised to the extent of property development costs incurred that is probable of being recovered, and property development costs on properties sold are recognised as an expense in the period in which they are incurred.

Any expected loss on a development project, including costs to be incurred over the defects liability period, is recognised as an expense immediately.

Property development costs that are not recognised as an expense are recognised as an asset, which is measured at the lower of cost and net realisable value.

The excess of revenue recognised in the profit or loss over billings to purchasers is classified as accrued billings within receivables and the excess of billings to purchasers over revenue recognised in the profit or loss is classified as progress billings within payables.

2.2.7 Inventories

Inventories stated at the lower of cost and net realisable value. Cost, in the case of work-in-progress and finished goods, comprises raw materials, direct labour and an attributable proportion of production overheads. Cost is determined on the first-in first-out basis, the weighted average cost method, or by specific identification. Net realisable value represents the estimated selling price less all estimated costs to completion and the estimated costs necessary to make the sale.

Property inventories are stated at the lower of cost and net realisable value. Cost includes the relevant cost of land, development expenditure and related interest cost incurred during the development period.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.7 Inventories (continued)

Trading account securities comprising quoted investments are stated at the lower of cost and market value determined on an aggregate basis by category of investments. Cost is determined on the weighted average basis while market value is determined based on quoted market values. Increases or decreases in the carrying amount of marketable securities are recognised in the profit or loss.

Vehicles on consignment are included in inventories when substantially all of the principal benefits and inherent risks rest with the Group. The corresponding consignment liability after deducting any deposits is classified as manufacturers' vehicle stocking loans.

2.2.8 Construction contracts

Where the outcome of a construction contract can be reliably estimated, contract revenue and contract costs are recognised as revenue and expenses respectively by using the stage of completion method. The stage of completion is measured by reference to the certified work done or proportion of contract costs incurred for work performed to date, to the estimated total contract costs.

Contract revenue comprises the initial amount of revenue agreed in the contract and variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue and they are capable of being reliably measured.

Where the outcome of a construction contract cannot be reliably estimated, contract revenue is recognised to the extent of contract costs incurred that it is probable will be recoverable. Contract costs are recognised as expenses in the period in which they are incurred.

When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense immediately.

When the total of costs incurred on construction contracts plus recognised profits (less recognised losses) exceeds progress billings, the balance is classified as amount due from customers on contracts. When progress billings exceed costs incurred plus recognised profits (less recognised losses), the balance is classified as amount due to customers on contracts.

2.2.9 Intangible assets

(1) Goodwill

Goodwill acquired in a business combination is initially measured at cost being the excess of the cost of business combination over the Group's interest in the net fair value of the identifiable assets acquired and liabilities assumed. Following the initial recognition, goodwill is measured at cost less any accumulated impairment losses. Goodwill is reviewed for impairment, annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.9 Intangible assets (continue)

(2) Gaming rights

The costs of gaming rights acquired in a business combination are their fair value at the date of acquisition. Following the initial recognition, the gaming rights are carried at cost less any accumulated impairment losses. The gaming rights comprise:

- a licence for toto betting operations in Malaysia under Section 5 of the Pool Betting Act 1967 ("Licence") which is renewable annually;
- an equipment lease agreement, maintenance and repair services agreements of on-line lottery equipment with Philippine Charity Sweepstakes Office, Luzon Island, Philippines ("ELA"); and
- trademarks, trade dress, gaming design and processes and agency network.

The Licence has been renewed annually since 1985. Further details of the ELA status are disclosed in Note 41(6).

The gaming rights - licence with indefinite useful life is not amortised but tested for impairment, annually or more frequently, when indications of impairment are identified. The useful life of gaming rights - licence is reviewed annually to determine whether the indefinite life assessment continues to be supportable. If not, the change in the useful life assessment from indefinite to finite is made on a prospective basis. The gaming rights - ELA has a finite useful life and is amortised on a straight-line basis over its useful life and tested for impairment when indications of impairment are identified.

(3) Trademarks

The cost of trademarks acquired represents its fair value as at the date of acquisition. Following initial recognition, trademarks are carried at cost less any accumulated impairment losses. Trademarks, which are considered to have indefinite useful lives, are not amortised but tested for impairment, annually or more frequently when indicators of impairment are identified. The useful lives of trademarks are reviewed annually to determine whether indefinite life assessment continues to be supportable. If not, the change in the useful life assessment from indefinite to finite is made on a prospective basis.

(4) Concession assets

Concession assets comprise the development expenditure for the construction of plants or structures for the concession which are not covered by a contractual guarantee from the grantor of the concession. These portions of the development expenditure represent the right to charge users of the public service. Concession assets are stated at cost less accumulated amortisation and impairment losses. Amortisation is provided for on a straight-line basis over the period of the concession. At the end of each reporting period, the Group assesses whether there is any indication of impairment. If such indication exists, the carrying amount is assessed and written down immediately to its recoverable amount.

Borrowing costs incurred in connection with an arrangement falling within the scope of IC Interpretation 12: Service Concession Arrangements will be expensed as incurred, unless the Group recognises an intangible asset under the Interpretation. In this case, borrowing costs are capitalised in accordance with the general rules of FRS 123: Borrowing Costs.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.9 Intangible assets (continued)

(5) Dealership rights

The cost of dealership rights acquired in a business combination is at their fair value at the date of acquisition. Following the initial recognition, the dealerships rights are carried at cost less any accumulated impairment losses. The dealerships rights are assessed and recognised based on the dealership agreements signed with the selected luxury brand car manufacturers that satisfied the criterion to be separately identified as intangible assets and highly likely to contribute significant future economic benefits. The dealerships rights, which are considered to have indefinite useful lives, are not amortised but tested for impairment, annually or more frequently, when indications of impairment are identified. The useful lives of dealerships rights are reviewed annually to determine whether indefinite life assessment continues to be supportable. If not, the change in the useful life assessment from indefinite to finite is made on prospective basis.

(6) Computer software

Computer software acquired separately are measured on initial recognition at cost. Following initial recognition, computer software are carried at cost less any accumulated amortisation and any accumulated impairment losses. Computer software are amortised on a straight-line basis over its estimated economic useful lives and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for a computer software are reviewed at each reporting date.

(7) Development right fees and licence fees

Development rights fees are required to be paid for the rights to develop the franchise business in the respective countries. The development rights fees are capitalised and amortised over the period of the respective development agreement from the date the operation commences.

Licences fees are required to be paid in respect of the opening of new outlets in the respective countries. The licences fees paid are capitalised and amortised over the period of the respective development agreement. The licence fees are amortised from the date when the respective outlet commences operations.

(8) Customer relationships

The cost of customer relationships acquired in a business combination is measured at their fair value at the date of acquisition. Following the initial recognition, the customer relationships are carried at cost less accumulated amortisation and any accumulated impairment losses. The customer relationships with finite lives are amortised on a straight-line basis over their useful economic lives and assessed for impairment whenever there is an indication that the customer relationships may be impaired.

(9) Telecommunications licences with allocated spectrum

The Group's telecommunication licences with allocated spectrum were acquired as part of a business combination. The fair value of telecommunication licences with allocated spectrum as at the date of business combination is deemed as its cost. Following initial recognition, telecommunication licences with allocated spectrum are carried at cost less any accumulated impairment losses. The telecommunication licences with allocated spectrum are considered to have indefinite economic useful lives as there is a presumption of renewal at negligible costs, are not amortised but tested for impairment, annually or more frequently when indicators of impairment are identified. The useful lives of telecommunication licences with allocated spectrum are reviewed annually to determine whether indefinite life assessment continues to be supportable. If not, the change in the useful life assessment from indefinite to finite is made on a prospective basis.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.9 Intangible assets (continued)

(10) Lottery business cooperation contract

Lottery business cooperation contract relates to the contributions required to be paid for the right to participate in the operation of a lottery business. These contributions are capitalised and amortised over the contract period from the date when the operation commences.

(11) Other intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair values as at the date of acquisition. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and any accumulated impairment losses. Intangible assets with finite lives are amortised on a straight-line basis over the estimated economic useful lives and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset are reviewed yearly at each reporting date. Intangible assets with indefinite lives are not amortised but tested for impairment annually or more frequently when indicators of impairment are identified. The useful lives of intangible assets with indefinite lives are reviewed annually to determine whether indefinite life assessment continues to be supportable. If not, the change in the useful life assessment from indefinite to finite is made on a prospective basis.

2.2.10 Impairment of non-financial assets

The carrying amounts of the Group's non-financial assets, other than property development costs, investment properties, inventories, deferred tax assets and non-current assets (or disposal groups) held for sale, are reviewed at each reporting date to determine whether there is an indication of impairment. If any such impairment exists, the asset's recoverable amount is estimated to determine the amount of impairment loss.

For goodwill, assets that have an indefinite useful life and intangible assets that are not yet available for use, the recoverable amount is estimated at each reporting date or more frequently when there are indications of impairment.

For the purpose of impairment testing of these assets, recoverable amount is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. If this is the case, recoverable amount is determined for the cash-generating unit ("CGU") to which the asset belongs to. Goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's CGUs, or groups of CGUs, that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the Group are assigned to those units or groups of units.

An asset's recoverable amount is the higher of an asset's or CGU's fair value less costs to sell and its value in use ("VIU"). In assessing VIU, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. Impairment losses recognised in respect of a CGU or groups of CGUs are allocated first to reduce the carrying amount of any goodwill allocated to those units or groups of units and then, to reduce the carrying amount of the other assets in the unit or groups of units on a pro-rata basis.

An impairment loss is recognised in profit or loss in the period in which it arises, unless the asset is carried at a revalued amount, in which case the impairment loss is accounted for as a revaluation decrease to the extent that the impairment loss does not exceed the amount held in the fair value reserve for the same asset.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.10 Impairment of non-financial assets (continued)

Impairment loss on goodwill is not reversed in a subsequent period. An impairment loss for an asset other than goodwill is reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. The carrying amount of an asset other than goodwill is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for the asset in prior years. A reversal of impairment loss for an asset other than goodwill is recognised in profit or loss, unless the asset is carried at revalued amount, in which case, such reversal is treated as a revaluation increase.

2.2.11 Fair value measurement

The Group measures financial instruments, such as, derivatives and certain non-financial assets such as investment properties, at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- (1) in the principal market for the asset or liability; or
- (2) in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the Group.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole as described in Note 42.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Group has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.12 Financial assets

Financial assets are recognised in the statements of financial position when, and only when, the Group and the Company become a party to the contractual provisions of the financial instrument.

When financial assets are recognised initially, they are measured at fair value, plus, in the case of financial assets not at fair value through profit or loss, directly attributable transaction costs.

The Group and the Company determine the classification of their financial assets at initial recognition, and the categories include financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments and available-for-sale financial assets.

(1) Financial assets at fair value through profit or loss

Financial assets are classified as financial assets at fair value through profit or loss if they are held for trading or are designated as such upon initial recognition. Financial assets held for trading are derivatives (including separated embedded derivatives) or financial assets acquired principally for the purpose of selling in the near term.

Financial assets designated as financial assets at fair value through profit or loss are a group of financial assets which consist of certain quoted securities that is managed and its performance is evaluated at a fair value basis, in accordance with a documented risk management or investment strategy, and information about these group of financial assets is provided internally on that basis to the Group's and the Company's key management personnel.

Subsequent to initial recognition, financial assets at fair value through profit or loss are measured at fair value. Any gains or losses arising from changes in fair value are recognised in profit or loss. Net gains or net losses on financial assets at fair value through profit or loss do not include exchange differences, interest and dividend income. Exchange differences, interest and dividend income on financial assets at fair value through profit or loss are recognised separately in profit or loss as part of other losses or other income.

Financial assets at fair value through profit or loss could be presented as current or non-current. Financial assets that are held primarily for trading purposes are presented as current whereas financial assets that are not held primarily for trading purposes are presented as current or non-current based on the settlement date.

(2) Loans and receivables

Financial assets with fixed or determinable payments that are not quoted in an active market are classified as loans and receivables.

Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the loans and receivables are derecognised or impaired, and through the amortisation process.

Loans and receivables are classified as current assets, except for those having maturity dates later than 12 months after the reporting date which are classified as non-current.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.12 Financial assets (continued)

(3) Held-to-maturity investments

Financial assets with fixed or determinable payments and fixed maturity are classified as held-to-maturity when the Group has the positive intention and ability to hold the investment to maturity.

Subsequent to initial recognition, held-to-maturity investments are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the held-to-maturity investments are derecognised or impaired, and through the amortisation process.

Held-to-maturity investments are classified as non-current assets, except for those having maturity within 12 months after the reporting date which are classified as current.

(4) Available-for-sale financial assets

Available-for-sale financial assets are financial assets that are designated as available for sale or are not classified in any of the three preceding categories.

After initial recognition, available-for-sale financial assets are measured at fair value. Any gains or losses from changes in fair value of the financial asset are recognised in other comprehensive income, except that impairment losses and losses on monetary instruments and interest calculated using the effective interest method are recognised in profit or loss. The cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment when the financial asset is derecognised. Interest income calculated using the effective interest method is recognised in profit or loss. Dividends from an available-for-sale equity instrument are recognised in profit or loss when the Group and the Company's right to receive payment is established.

Investments in equity instruments whose fair value cannot be reliably measured are measured at cost less impairment loss.

Available-for-sale financial assets are classified as non-current assets unless they are expected to be realised within 12 months after the reporting date.

A financial asset is derecognised when the contractual right to receive cash flows from the asset has expired or has been transferred and the Group has transferred substantially all the risks and rewards of ownership. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss previously recognised in comprehensive income will be recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.13 Impairment of financial assets

The Group and the Company assess at each reporting date whether there is any objective evidence that a financial asset is impaired.

(1) Trade and other receivables and other financial assets carried at amortised cost

To determine whether there is objective evidence that an impairment loss on financial assets has been incurred, the Group and the Company consider factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments. For certain categories of financial assets, such as trade receivables, assets that are assessed not to be impaired individually are subsequently assessed for impairment on a collective basis based on similar risk characteristics. Objective evidence of impairment for a portfolio of receivables could include the Group's and the Company's past experience of collecting payments, an increase in the number of delayed payments in the portfolio past the average credit period and observable changes in national or local economic conditions that correlate with default on receivables.

If any such evidence exists, the amount of impairment loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed to the extent that the carrying amount of the asset does not exceed its amortised cost had the impairment not been recognised at the reversal date. The amount of reversal is recognised in profit or loss.

(2) Unquoted equity securities carried at cost

If there is objective evidence (such as significant adverse changes in the business environment where the issuer operates, probability of insolvency or significant financial difficulties of the issuer) that an impairment loss on financial asset carried at cost has been incurred, the amount of the loss is measured as the difference between the carrying amount of the financial asset and the present value of estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment losses are not reversed in subsequent periods.

(3) Available-for-sale financial assets

Significant financial difficulties of the issuer or obligor, and the disappearance of an active trading market are considerations to determine whether there is objective evidence that investment securities classified as available-for-sale financial assets are impaired. A significant or prolonged decline in the fair value of investments in equity instruments below its cost is also an objective evidence of impairment.

The Group evaluates, among other factors, historical share price movements and the duration and extent to which the fair value of an investment is less than its cost and determines that "significant" decline in fair value is decline that is greater 20% and prolonged period is a period greater than 12 months.

The determination of what is "significant" or "prolonged" requires judgement. In making this judgement, the Group evaluates, among other factors, historical share price movements and the duration and extent to which the fair value of an investment is less than its cost.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.13 Impairment of financial assets (continued)

(3) Available-for-sale financial assets (continued)

If an available-for-sale financial asset is impaired, the difference between its cost (net of any principal payment and amortisation) and its current fair value less any impairment loss previously recognised in profit or loss is transferred from equity to profit or loss.

Impairment losses on available-for-sale equity instruments are not reversed in profit or loss in the subsequent periods. Increase in fair value of equity instruments, if any, subsequent to impairment loss is recognised in other comprehensive income. For available-for-sale debt instruments, impairment losses are subsequently reversed in profit or loss if an increase in the fair value of the investment can be objectively related to an event occurring after the recognition of the impairment loss in profit or loss.

Future interest income continues to be accrued based on the reduced carrying amount of the asset, using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss. The interest income is recorded as part of finance income. If, in a subsequent year, the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognised in profit or loss, the impairment loss is reversed through profit or loss.

2.2.14 Cash and cash equivalents

Cash comprises cash in hand, at bank and short term deposits with a maturity of three months or less. Cash equivalents, which are short term, highly liquid investments that are readily convertible to known amounts subject to insignificant risk of changes in value, against which the bank overdrafts, if any, are deducted.

The Group has excluded clients' monies and remisiers' deposits held in trust by the stockbroking subsidiary company from cash and cash equivalents of the Group.

2.2.15 Provisions

Provisions are recognised when the Group or the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be estimated reliably.

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

2.2.16 Government grants

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received and all conditions attached will be met. Government grants related to assets, shall be presented in the statement of financial position either by setting up the grant as deferred income or by deducting the grant in arriving at the carrying amount of the asset. Grants that compensate the Group for expenses incurred are recognised as income over the periods necessary to match the grant on a systematic basis to the costs that it is intended to compensate. Grants that compensate the Group for the cost of an asset are recognised as income on a systematic basis over the useful life of the asset.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.17 Financial liabilities

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability.

Financial liabilities are recognised in the statements of financial position when, and only when, the Group or the Company becomes a party to the contractual provisions of the financial instrument. Financial liabilities are classified as either financial liabilities at fair value through profit or loss or other financial liabilities.

(1) Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Financial liabilities held for trading include derivatives entered into by the Group or the Company that do not meet the hedge accounting criteria. Derivative liabilities are initially measured at fair value and subsequently stated at fair value, with any resultant gains or losses recognised in profit or loss. Net gains or losses on derivatives include exchange differences.

(2) Other financial liabilities

Other financial liabilities of the Group and the Company include trade payables, other payables and loans and borrowings.

Trade and other payables are recognised initially at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

Loans and borrowings are recognised initially at fair value, net of transaction costs incurred, and subsequently measured at amortised cost using the effective interest method. Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

For other financial liabilities, gains and losses are recognised in profit or loss when the liabilities are derecognised, and through the amortisation process.

A financial liability is derecognised when the obligation under the liability is extinguished. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in profit or loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the consolidated statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.18 Leases

(1) As lessee

Finance leases, which transfer to the Group and the Company substantially all the risks and rewards incidental to ownership of the leased item, are capitalised at the inception of the lease at the fair value of the leased asset or, if lower, at the present value of the minimum lease payments. Any initial direct costs are also added to the amount capitalised. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to profit or loss. Contingent rents, if any, are charged as expenses in the periods in which they are incurred.

Leased assets are depreciated over the estimated useful life of the asset. However, if there is no reasonable certainty that the Group or the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life and the lease term.

Operating lease payments are recognised as an expense in profit or loss on a straight-line basis over the lease term. The aggregate benefit of incentives provided by the lessor is recognised as a reduction of rental expense over the lease term on a straight-line basis.

(2) As lessor

Leases where the Group and the Company retains substantially all the risks and rewards of ownership of the asset are classified as operating leases. Initial direct costs incurred in negotiating an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income.

When the assets are leased out under an operating lease, the asset is included in the statements of financial position based on the nature of the asset. Lease income is recognised over the term of the lease on a straight-line basis.

2.2.19 Non-current assets (or disposal groups) held for sale and discontinued operation

Non-current assets (or disposal groups) are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the asset (or disposal group) is available for immediate sale in its present condition subject only to terms that are usual and customary.

Immediately before classification as held for sale, the measurement of the non-current assets (or all the assets and liabilities in a disposal group) is brought up-to-date in accordance with applicable FRSs. Then, on initial classification as held for sale, non-current assets or disposal groups (other than investment properties, deferred tax assets, employee benefits assets and financial assets) are measured in accordance with FRS 5: Non-current Assets Held for Sale and Discontinued Operations that is at the lower of carrying amount and fair value less costs to sell. Any differences are included in profit or loss.

A component of the Group is classified as a discontinued operation when the criteria to be classified as held for sale have been met or it has been disposed of and such a component represents a separate major line of business or geographical area of operations, is part of a single co-ordinated major line of business or geographical area of operations or is a subsidiary company acquired exclusively with a view to resale.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.20 Irredeemable convertible unsecured loan stocks/securities ("ICULS")

ICULS which were issued after the effective date of FRS 132: Financial Instruments: Disclosure and Presentation, are regarded as compound instruments, consisting of an equity component and a liability component.

When the ICULS, which were previously acquired and held by the Group, are reissued at values which are different from the nominal value of the ICULS, the differences would be taken to profit or loss if the ICULS are classified as a liability instrument or to equity if the ICULS are classified as an equity instrument.

2.2.21 Warrants

Warrants are classified as equity instrument and it is allocated its value based on the closing price of the first trading day, if the warrant is listed, or estimated using option pricing models, if the warrant is not listed.

The issuance of ordinary shares upon exercise of the warrants is treated as new subscription of ordinary shares for the consideration equivalent to the exercise price of the warrants.

2.2.22 Equity instruments

Ordinary shares are classified as equity. Dividends on ordinary shares are recognised in equity in the period in which they are approved for payment.

The transaction costs of an equity transaction are accounted for as a deduction from equity. Equity transaction costs comprise only those incremental external costs directly attributable to the equity transaction which would otherwise have been avoided.

The consideration paid, including attributable transaction costs on repurchased ordinary shares of the Company that have not been cancelled, are classified as treasury shares and presented as a deduction from equity. No gain or loss is recognised in profit or loss on the sale, re-issuance or cancellation of treasury shares. Treasury shares may be acquired and held by the Company. Consideration paid or received is recognised directly in equity.

2.2.23 Borrowing costs

Borrowing costs are capitalised as part of the cost of a qualifying asset if they are directly attributable to the acquisition, construction or production of that asset. Capitalisation of borrowing costs commences when the activities to prepare the asset for its intended use or sale are in progress and the expenditure and borrowing costs are incurred. Borrowing costs are capitalised until the assets are substantially completed for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period they are incurred. Borrowing costs consist of interest and other costs that the Group and the Company incurred in connection with the borrowing of funds.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.24 Customer loyalty programme

The Group operates customer loyalty programmes which allow customers to accumulate redemption points when they purchase products from the Group. The redemption points can then be used to purchase a selection of products at discounted price or redeem products.

The consideration received is allocated between the products sold and the redemption points issued, with the consideration allocated to the redemption points being equal to their fair value. Fair value is determined by applying statistical techniques.

The fair value of the redemption points issued is deferred and recognised as revenue when the redemption points are utilised.

2.2.25 Financial guarantee contracts

A financial guarantee contract is a contract that requires the guarantor to make specified payments to reimburse the holder of a guarantee for a loss it incurs because a specified guaranteed debtor fails to make payment when due. The Company initially recognised the financial guarantee contracts at its fair value, net of transaction costs. Subsequently, the financial guarantee contracts are measured at the higher of (i) the amount determined in accordance with FRS 137: Provisions, Contingent Liabilities and Contingent Assets; and (ii) the amount initially recognised less, when appropriate, cumulative amortisation in accordance with FRS 118: Revenue.

2.2.26 Contingencies

A contingent liability or asset is a possible obligation or asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of uncertain future event(s) not wholly within the control of the Group or the Company.

Contingent liabilities and assets are not recognised in the statements of financial position of the Group and the Company except for contingent liabilities assumed in a business combination of which the fair value can be reliably measured.

2.2.27 Current and non-current classification

The Group and the Company present assets and liabilities in the statements of financial position based on current and non-current classification.

An asset is classified as current when it is:

- (i) expected to be realised or intended to be sold or consumed in normal operating cycle;
- (ii) held primarily for the purpose of trading;
- (iii) expected to be realised within 12 months after the reporting period; or
- (iv) cash and cash equivalents unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- (i) it is expected to be settled in normal operating cycle;
- (ii) it is held primarily for the purpose of trading;
- (iii) it is due to be settled within 12 months after the reporting period; or
- (iv) there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities, respectively.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.28 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised.

(1) Hire purchase and lease interest income

Interest income is recognised using the effective interest method.

(2) Development properties

Revenue from sale of development properties is accounted for by stage of completion method in respect of the building units that have been sold.

(3) Brokerage fees and commissions

Income from brokerage is recognised upon execution of contracts while underwriting commission is recognised upon completion of the corporate exercises concerned. Revenue in relation to commission on vehicle sales as an agent and insurance sales as a broker are recognised on the completion of the related transactions.

(4) Dividend income

Dividend income from investments in subsidiary and associated companies and other investments is recognised when the shareholders' rights to receive payment is established.

(5) Interest income

Interest income is recognised on the effective interest method unless recoverability is in doubt, or where a loan is considered to be non-performing in which case the recognition of interest is suspended. Subsequent to suspension, interest is recognised on receipt basis until all arrears have been paid except for margin accounts where interest is suspended until the account is reclassified as performing.

Interest income from investments in bonds, government securities and loan stocks are recognised on a time proportion basis that takes into account the effective yield of the asset.

(6) Enrolment fees

Enrolment fees for members joining the golf and recreation clubs are recognised as revenue upon the admission of applicants to the membership register. Advance licence fee, which are deferred, are recognised as income over the membership period.

Membership fees for members joining the fitness centre are recognised on an accrual basis over the membership period. Membership fees received in advance are only recognised when they are due.

(7) Sale of goods, property inventories and services

Revenue is recognised when significant risks and rewards of ownership of the goods and property inventories have been passed to the buyer. Revenue from services rendered is recognised upon its completion. Revenue is recognised net of sales or goods and service tax and discount, where applicable.

(8) Casino operations

Revenue from casino operations is recognised on a receipt basis and is stated net of gaming tax.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.28 Revenue recognition (continued)

(9) Rental income

Rental income, including those from investment properties, is recognised based on a straight-line basis over the lease term unless collection is in doubt, in which case it is recognised on receipt basis.

(10) Hotel room sales

Revenue from hotel room sales is recognised on an accrual basis.

(11) Royalty income

Royalty income is recognised on accrual basis in accordance with the terms of the franchise agreements.

(12) Franchisee fees

The portion of the franchise fee, relating to the reservation of restaurant sites and which is non-refundable and payable upon signing of the franchise agreement/master development agreement relating to the development of the restaurant businesses, is recognised as income upon signing of franchise agreement. The remaining portion of the franchise fee income is deferred until the completion of the franchisee's obligation under the agreement.

(13) Management fee income

Management fee income is recognised on accrual basis.

(14) Toto betting

Revenue from toto betting is recognised based on ticket sales, net of gaming tax and GST relating to draw days within the financial year.

(15) Lottery equipment lease rental

Revenue from the lease of lottery equipment is recognised based on certain percentage of gross receipts from lottery ticket sales, excluding foreign value-added tax and trade discounts.

(16) Lottery product and voting product sales, services and licensing income

Revenue from lottery product and voting product sales, services and licensing income are recognised on the basis of shipment of products, performance of services and percentage-of-completion method for long-term contracts. The percentage-of-completion is estimated by comparing the cost incurred to date against the estimated cost to completion. Revenue relating to the sale of certain assets, when the ultimate total collection is not reasonably assured, are being recorded under the cost recovery method.

(17) Service charges

Service charges which represent income on sale of trust fund units, is recognised upon allotment of units, net of cost of units sold.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.28 Revenue recognition (continued)

(18) Revenue from private university college operations

Tuition fees are recognised on an accrual basis based on the duration of the courses.

General administration fees and other fees are recognised on receipt basis.

(19) Revenue from waste treatment services

Revenue from waste treatment services are recognised upon the performance of services.

(20) Sale of call bandwidth

Revenue from sale of mobile telephony, fixed services, interconnection revenue and other network based services are recognised based on actual traffic volume net of rebates/discounts.

(21) Construction contracts

Revenue from construction contracts is accounted for by the stage of completion method.

(22) Other income

Other than the above, all other income are recognised on accrual basis.

2.2.29 Foreign currencies

(1) Functional and presentation currency

The individual financial statements of each entity in the Group are measured using the currency of the primary economic environment in which the entity operates ("functional currency"). The consolidated financial statements are presented in Ringgit Malaysia ("RM"), which is also the Company's functional currency.

(2) Foreign currency transactions

In preparing the financial statements of the individual entities, transactions in currencies other than the entity's functional currency (foreign currencies) are recorded in the functional currencies using the exchange rates prevailing at the dates of the transactions. At each reporting date, monetary items denominated in foreign currencies are translated at the rates prevailing on the reporting date. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured at historical cost in a foreign currency are translated using the exchange rate at the date of initial transaction.

Exchange differences arising on the settlement of monetary items, and on the translation of monetary items, are included in profit or loss for the period except for exchange differences arising on monetary items that form part of the Group's net investment in foreign operation. These are initially taken directly to the foreign currency translation reserve within equity until the disposal of the foreign operations, at which time they are recognised in profit or loss. Exchange differences arising on monetary items that form part of the Company's net investment in foreign operation are recognised in profit or loss in the Company's financial statements or the individual financial statements of the foreign operation, as appropriate.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.29 Foreign currencies (continued)

(2) Foreign currency transactions (continued)

Exchange differences arising on the translation of non-monetary items carried at fair value are included in profit or loss for the period except for the differences arising on the translation of non-monetary items in respect of which gains and losses are recognised directly in equity. Exchange differences arising from such non-monetary items are also recognised directly in equity.

(3) Foreign operations

The results and financial position of foreign operations that have a functional currency different from the presentation currency ("RM") of the consolidated financial statements are translated into RM as follows:

- Assets and liabilities for each statement of financial position presented are translated at the closing rate prevailing at the reporting date;
- Income and expenses for each profit or loss and other comprehensive income are translated at average exchange rates for the financial year, which approximates the exchange rates at the dates of the transactions; and
- All resulting exchange differences are recognised in other comprehensive income and accumulated in a separate component of equity under the header of foreign currency translation reserve.

Goodwill and fair value adjustments arising on the acquisition of foreign operations on or after 1 May 2006 are treated as assets or liabilities of the foreign operations and are recorded in the functional currency of the foreign operations and translated at the closing rate at the reporting date.

Goodwill and fair value adjustments which arose on the acquisition of foreign subsidiaries before 1 May 2006 are deemed to be assets and liabilities of the parent company and are recorded in RM at the rates prevailing at the date of acquisition.

2.2.30 Employee benefits

(1) Short term benefits

Wages, salaries, bonuses and social security contributions are recognised as an expense in the year in which the associated services are rendered by employees of the Group and of the Company. Short term accumulating compensated absences such as paid annual leave are recognised when services are rendered by employees that increase their entitlement to future compensated absences. Short term non-accumulating compensated absences such as sick leave are recognised when the absences occur.

(2) Defined contribution plans

Defined contribution plans are post-employment benefit plans under which the Group and the Company pay fixed contributions into separate entities or funds and will have no legal or constructive obligation to pay further contributions if any of the funds do not hold sufficient assets to pay all employee benefits relating to employee services in the current and preceding financial years. Such contributions are recognised as an expense in the profit or loss as incurred. As required by law, companies in Malaysia make such contributions to the Employees Provident Fund ("EPF"). Some of the Group's foreign subsidiaries also make contributions to the statutory pension schemes of their respective countries.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.30 Employee benefits (continued)

(3) Defined benefit plans

A defined benefit plan is a pension plan that defines an amount of pension benefit that an employee will receive on retirement, usually dependent on one or more factors such as age, years of service and salary.

(a) Funded defined benefit plan

Certain foreign subsidiaries of the Group provide funded pension benefits to its eligible employees.

The legal obligation for any benefits from this kind of pension plan remains with the Group even if plan assets for funding the defined benefit plan have been acquired. Plan assets may include assets specifically designated to a long term benefit fund, as well as qualifying insurance policies.

The Group's net obligations in respect of defined benefit plans for certain subsidiary companies are calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods. The liability recognised in the consolidated statement of financial position for defined plans is the discounted present value of the defined benefit obligation using prudent and appropriate discount factor at the consolidated reporting date less the fair value of plan assets. The discount rate is the market yield at the reporting date on high quality corporate bonds or government bonds. The calculation is performed by an actuary using the projected unit credit method.

Re-measurements, comprising of actuarial gains and losses, the effect of limiting a net defined benefit asset to the asset ceiling (excluding net interest, if applicable) and the return on plan assets (excluding net interest), are recognised immediately in the consolidated statement of financial position with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- (i) The date of the plan amendment or curtailment; and
- (ii) The date that the Group recognises restructuring related costs.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Group recognises service costs and net interest expense or income in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.30 Employee benefits (continued)

(3) Defined benefit plans (continued)

(b) Unfunded defined benefit plan

Certain local subsidiary companies within the Group operate unfunded, defined Retirement Benefit Schemes ("Schemes") for their eligible employees. The obligation recognised in the consolidated statement of financial position under the Scheme is calculated by independent actuaries using the projected unit credit method.

Re-measurements, comprising of actuarial gains and losses are recognised immediately in the consolidated statement of financial position with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- (i) The date of the plan amendment or curtailment; and
- (ii) The date that the Group recognises restructuring related costs.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Group recognises service costs and net interest expense or income in profit or loss.

The present value of the obligations under the scheme are determined by discounting the estimated future cash outflows using interest rates of high quality corporate bonds that are denominated in the currency in which the benefits will be paid and that have terms to maturity approximating the terms of the related post-employment benefit obligation.

(4) Employees' share schemes

Employees of certain subsidiary companies of the Group received remuneration in the form of share options or share awards as consideration for services rendered. The cost of these equity-settled transactions with employees is measured by reference to the fair value of the share options and share awards at the date of grant. This cost is recognised in profit or loss, with a corresponding increase in the employees' share plan reserve over the vesting period. The cumulative expense recognised at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the subsidiary companies' best estimate of the number of options that will ultimately vest. The charge or credit to profit or loss for a period represents the movement in cumulative expense recognised at the beginning and end of the period.

No expense is recognised for share options or share awards that do not ultimately vest, except for share options or share awards where vesting is conditional upon a market or non-vesting condition, which are treated as vested irrespective of whether or not the market or non-vesting condition is satisfied, provided that all other performance and/or service conditions are satisfied. When the share options are exercised or share awards are vested, the employees' share plan reserve relating to the exercised options or vested shares is transferred to equity. When the share options or share awards are forfeited, the employees' share plan reserve relating to the forfeited share options or share awards is transferred to equity.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.31 Taxes

(1) Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the reporting date.

Current taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income or directly in equity.

(2) Deferred tax

Deferred tax is provided using the liability method on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognised for all temporary differences, except:

- where the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- in respect of taxable temporary differences associated with investments in subsidiary companies, associates and interests in joint ventures, where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised except:

- where the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- in respect of deductible temporary differences associated with investments in subsidiary companies, associates and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted at the reporting date. The measurement of deferred tax liabilities and deferred tax assets shall reflect the tax consequences that would follow from the manner in which the entity expects, at the end of the reporting period, to recover or settle the carrying amounts of its assets and liabilities.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

2.2.31 Taxes (continued)

(2) Deferred tax (continued)

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity and deferred tax arising from a business combination is adjusted against goodwill on acquisition.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Tax benefits acquired as part of a business combination, but not satisfying the criteria for separate recognition at that date, are recognised subsequently if new information about facts and circumstances change. The adjustment is either treated as a reduction in goodwill (as long as it does not exceed goodwill) if it was incurred during the measurement period or recognised in profit or loss.

(3) Goods and Services Tax ("GST") or Value Added Tax ("VAT")

Where the GST or VAT incurred in a purchase of assets or services is not recoverable from the respective taxation authorities, it is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable.

The net amount of GST or VAT being the difference between output and input of GST or VAT, payable to or receivable from the respective taxation authorities at the reporting date, is included in trade and other payables or trade and other receivables accordingly in the statements of financial position.

2.2.32 Segmental reporting

For management purposes, the Group is organised into operating segments based on their products and services which is independently managed by the respective segment managers responsible for the performance of the respective segments under their charge. The segment managers report directly to the management of the Group who regularly review the segment results in order to allocate resources to the segments and to assess the segment performance.

The Group adopts business segment analysis as its primary reporting format and geographical segment analysis as its secondary reporting format.

Segment revenues and expenses are those directly attributable to the segments and include any joint revenue and expenses where a reasonable basis of allocation exists. Revenue and expenses do not include items arising on investing or financing activities. Revenue is attributed to geographical segments based on location where the sales are transacted. Segment assets include all operating assets used by a segment and do not include items arising on investing or financing activities. Assets are allocated to a geographical segment based on location of assets. Segment liabilities comprise operating liabilities and do not include liabilities arising on investing or financing activities such as bank borrowings.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Changes in accounting policies

On 1 May 2017, the Group and the Company adopted the following Amendments to FRSs and Annual Improvements to FRSs:

Effective for financial periods beginning on or after 1 January 2017:

- Amendment to FRS 107: Statement of Cash Flows – Disclosure Initiative
- Amendments to FRS 112: Income taxes – Recognition of Deferred Tax Assets for Unrealised Losses
- Annual Improvements to FRSs 2014-2016 Cycle - Amendments to FRS 12: Disclosure of Interests in Other Entities

Adoption of the above Amendments to FRSs and Annual Improvements to FRSs did not have any effect on the financial performance or position of the Group and of the Company except as discussed below:

(1) Amendment to FRS 107: Statement of Cash Flows – Disclosure Initiative

The amendments to FRS 107 Statement of Cash Flows require an entity to provide disclosure that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes. On initial application of these amendments, entities are not required to provide comparative information for preceding periods. Apart from the additional disclosures in statement of cash flows, the application of these amendments has had no impact on the Group and on the Company.

(2) Amendments to FRS 112 Income taxes – Recognition of Deferred Tax Assets for Unrealised Losses

The amendments clarify that an entity needs to consider whether tax law restrict the sources of taxable profits against which it may make deductions on the reversal of the deductible temporary difference. Furthermore, the amendments provide guidance on how an entity should determine future taxable profits and explain the circumstances in which taxable profit may include the recovery of some assets for more than their carrying amount.

The application of these amendments had no impact on the Group and on the Company as the Group and the Company already assessed the sufficiency of future profits in a way that is consistent with these amendments.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.4 Standards and interpretations issued but not yet effective

Malaysian Financial Reporting Standards

The Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 30 April 2019. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework.

The Group has established a project team to plan and manage the adoption of the MFRS Framework. This project consists of the following phases:

- (a) Assessment and planning phase
This phase involves the following:
 - (i) High level identification of the key differences between Financial Reporting Standards and accounting standards under the MFRS Framework and disclosures that are expected to arise from the adoption of MFRS Framework;
 - (ii) Evaluation of any training requirements; and
 - (iii) Preparation of a conversion plan.

The Group considers the assessment and planning phase to be complete as at the date of these financial statements. The Group does not plan to apply any exemptions from other MFRSs provided under MFRS 1: First Time Adoption of MFRS, except for exemptions for business combinations.

- (b) Implementation and review phase
This phase aims to:
 - (i) develop training programs for the staff;
 - (ii) formulate new and/or revised accounting policies and procedures for compliance with the MFRS Framework;
 - (iii) identify potential financial effects as at the date of transition, arising from the adoption of the MFRS Framework; and
 - (iv) develop disclosures required by the MFRS Framework.

The Group has not completed its assessment of the financial effects of the differences between Financial Reporting Standards and accounting standards under the MFRS Framework. Accordingly, the consolidated financial performance and financial position as disclosed in these financial statements for the year ended 30 April 2018 could be different if prepared under the MFRS Framework.

The Group considers that it is achieving its scheduled milestones and expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 30 April 2019.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.5 Significant accounting estimates and judgements

The preparation of the Group's and of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future.

(1) Critical judgements made in applying accounting policies

The following are the judgements made by management in the process of applying the Group's accounting policies that have the most significant effect on the amounts recognised in the financial statements.

(a) Useful life of dealerships rights and customer relationships

The Group considers that the licence and dealerships have indefinite useful lives because they are expected to contribute to the Group's net cash inflows indefinitely. The Group intends to continue the annual renewal of the licence and to maintain the dealerships indefinitely. Historically, there has been no compelling challenge to the licence and dealership renewals. The technology used in the gaming activities is supplied and support is provided by a subsidiary company of the Group and is not expected to be replaced by another technology at any time in the foreseeable future.

The customer relationships are recognised separable from goodwill on acquisition of a subsidiary company. The useful lives of the customer relationships are estimated to be 10 years, determined based on customer attrition from the acquired relationships. The estimated useful lives of customer relationships are reviewed periodically.

(b) Significant influence over associated companies

Although the Group holds less than 20% of the voting shares in some of the associated companies as disclosed in Note 48, the Group exercises significant influence by virtue of its ability to participate in the financial and operating policy decisions of these associated companies by way of representation on the board of directors.

(c) Recoverability by Berjaya Jeju Resort Limited ("BJR") of its project costs ("Jeju Project")

As disclosed in Note 41(4), the Group through its subsidiary company BJR, had initiated legal proceedings against Jeju Free International City Development Center ("JDC") seeking compensation for damages incurred which include the costs incurred by BJR in developing the Jeju Project. The outcome of the legal proceedings will determine whether BJR is able to recover the costs of RM593,253,000 (2017 : RM604,255,000) incurred up to the reporting date on this development as disclosed in Note 11(e).

Based on the legal opinion obtained from its lawyers, BJR has determined that it is able to recover the costs incurred on Jeju Project in full as BJR has the legal right to claim for damages under the Land SPA, Korean Civil Code and case precedents established in the Korean Courts.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.5 Significant accounting estimates and judgements (continued)

- (1) Critical judgements made in applying accounting policies (continued)
- (d) Recoverability of balance cash consideration for the disposal of project by Berjaya (China) Great Mall Co Ltd ("GMOC")

As disclosed in Note 41(5), GMOC has initiated arbitration proceedings at Hong Kong International Arbitration Court ("HKIAC") to seek the recovery of the Final Instalment and accrued late payment interests as well as other reliefs from Beijing SkyOcean International Holdings Limited ("Beijing SkyOcean") and the Guarantors, who are SkyOcean Holdings Group Limited and Mr Zhou Zheng.

Based on the legal opinion obtained from its lawyers, it is highly probable that GMOC will prevail against Beijing SkyOcean before the HKIAC. The duration of the arbitration proceedings and the enforcement of arbitral award in the People's Republic of China is estimated to be about 3 years. Hence, in accordance to FRS 139: Financial Instruments: Recognition and Measurement, GMOC has made a provision for impairment of RMB243.51 million (equivalent to approximately RM152.65 million) to account for the passage of time to recover the Final Instalment. The amount has been reclassified as a non-current receivable as disclosed in Note 11(d).

- (2) Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are set out below:

- (a) Impairment of goodwill, gaming rights and dealerships rights

The Group performs an impairment test on its gaming rights, dealerships and goodwill at least on an annual basis or when there is evidence of impairment. This requires an estimation of the VIU of the CGU to which the gaming rights, dealerships and goodwill are allocated. Estimating a VIU amount requires the management to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows. Details of assumptions used for VIU computation are disclosed in Note 12.

During the current financial year, the Group recognised the reversal of impairment loss in respect to Gaming Rights - licence as the VIU of the CGU was assessed to be in excess of its carrying amount.

In regard to the impairment review of the CGU for the dealerships, the Group has assessed VIU amounts that could sufficiently address the carrying amount of this CGU.

The carrying amounts of gaming rights, dealerships and goodwill of the Group as at 30 April 2018 are disclosed in Note 12.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.5 Significant accounting estimates and judgements (continued)

(2) Key sources of estimation uncertainty (continued)

(b) Impairment of property, plant and equipment

During the current financial year, the Group recognised impairment losses in respect of certain subsidiary companies' property, plant and equipment. The Group carried out the impairment test based on a variety of estimation including the VIU of the CGU to which the property, plant and equipment are allocated. Estimating the VIU requires the Group to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows. Further details of the impairment losses recognised are disclosed in Note 3.

The carrying amounts of property, plant and equipment are disclosed in Note 3.

(c) Impairment of investment in subsidiaries, associated companies and joint ventures

During the current financial year, the Group recognised impairment losses in respect of its investments in certain associated companies and joint ventures. The Group and the Company carried out the impairment test based on the assessment of the fair value less cost to sell of the investees' assets or CGU or based on the estimation of the VIU of the CGUs of the respective subsidiaries, associated companies and joint ventures. Estimating the VIU requires the Group and the Company to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows. Further details of the accumulated impairment losses recognised are disclosed in Notes 7, 8 and 9.

The Group did not recognise any impairment in value of an associated company, which shares are quoted in Malaysia, as the directors have evaluated that the fair value of the underlying assets of the investee to be higher than its carrying value.

The carrying amounts of investments in associated companies and joint ventures of the Group and of investment in subsidiary companies of the Company are disclosed in Notes 7, 8 and 9, accordingly.

(d) Land value appreciation taxes and other related taxes

During the previous financial year, the Group completed the disposal of Berjaya (China) Great Mall Recreation Centre ("Great Mall Project"), as disclosed in Note 41(5). Consequently, the Group has estimated that the land value appreciation tax and other related tax liabilities in relation to the disposal of the project to be RMB72.74 million (equivalent to approximately RM44.98 million) ("LVAT Estimate"). As of the reporting date, the LVAT Estimate has yet to be agreed with the relevant tax authorities. Where the final outcome of LVAT Estimate is different from the amount initially recognised, such difference will impact profit or loss in the period in which such determination is made.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.5 Significant accounting estimates and judgements (continued)

(2) Key sources of estimation uncertainty (continued)

(e) Fair value of investment properties

The Group carries its investment properties at fair value, with changes in fair value being recognised in profit or loss. The Group engaged independent professional valuers to perform valuations on its investment properties as at 30 April 2018. The valuation methodology commonly used is the comparison method which is based on comparable historical transactions adjusted for specific market factors such as location, size, condition, accessibility and design of the respective properties.

The details of the investment properties are disclosed in Note 5 whilst the valuation techniques and key assumptions applied on the determination of the fair values are disclosed in Note 42.1.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

3. PROPERTY, PLANT AND EQUIPMENT

GROUP	At beginning of year	Additions	Disposals	Depreciation charge for the year	Write off/ Impairment reversal/ (loss)	Reclassification/ Adjustments	Exchange differences	Deconsolidation/ Disposal of subsidiaries	Reclassified to disposal groups	At end of year
Net Carrying Amount	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Freehold land	396,648	6,392	-	-	-	(27,596)	(15,739)	-	-	359,705
Long leasehold land	66,533	-	-	(898)	-	(3,006)	-	-	-	62,629
Short leasehold land	48,390	-	-	(1,296)	-	-	-	-	-	47,094
Buildings	2,054,511	11,930	(469)	(55,507)	1,001	22,743	(66,506)	(43,445)	(3,296)	1,920,962
Plant and equipment	209,356	26,317	(247)	(30,933)	(2,231)	(348)	(8,642)	(456)	(1,139)	191,677
Computer and office equipment	99,731	21,073	(395)	(24,176)	(1,763)	903	(4,950)	(83)	(427)	89,913
Renovations	201,858	62,212	(1,097)	(44,114)	(3,160)	7,145	(2,077)	(301)	-	220,466
Furniture and fittings	301,554	15,721	(695)	(37,464)	(574)	530	(20,241)	(464)	-	258,367
Motor vehicles	43,177	15,735	(4,376)	(11,750)	(317)	907	(475)	(750)	(423)	41,728
Aircraft	115,610	-	-	(7,608)	(11,818)	-	(1,197)	-	-	94,987
Golf course development expenditure	120,803	28	(40)	(1,803)	-	2	-	-	-	118,990
Capital work-in-progress	36,407	13,937	(1,529)	-	(36)	(16,299)	(2,367)	-	-	30,113
Others	28,405	761	(8)	(1,631)	(530)	(2,315)	(185)	-	-	24,497
	3,722,983	174,106	(8,856)	(217,180)	(19,428)	(17,334)	(122,379)	(45,499)	(5,285)	3,461,128

NOTES TO THE FINANCIAL STATEMENTS
30 APRIL 2018

3. PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

GROUP										
2017	At beginning of year	Additions	Disposals	Depreciation charge for the year	Impairment reversal/ (loss)	Reclassi- fication / Adjustments	Acquisition of subsidiaries	Exchange differences	Reclassified to disposal groups	At end of year
Net Carrying Amount	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Freehold land	213,009	46,938	-	-	(8)	136,316	-	683	(290)	396,648
Long leasehold land	66,950	-	-	(398)	-	(19)	-	-	-	66,533
Short leasehold land	49,716	-	-	(1,327)	1	-	-	-	-	48,390
Buildings	1,504,576	28,715	(17,513)	(53,294)	-	619,650	-	12,117	(39,740)	2,054,511
Plant and equipment	165,871	76,859	(2,992)	(36,331)	(9,202)	12,788	-	2,868	(505)	209,356
Computer and office equipment	56,348	70,606	(534)	(27,117)	(596)	541	3	639	(159)	99,731
Renovations	204,088	57,298	(6,203)	(46,205)	(9,795)	2,208	-	596	(129)	201,858
Furniture and fittings	73,712	134,846	(198)	(28,042)	(1,399)	122,595	-	1,049	(1,009)	301,554
Motor vehicles	46,572	12,674	(5,134)	(11,812)	(341)	947	34	237	-	43,177
Aircraft	128,918	-	-	(8,239)	(7,070)	(125)	-	2,126	-	115,610
Golf course development expenditure	122,607	-	-	(1,804)	-	-	-	-	-	120,803
Capital work-in-progress	1,104,979	37,037	-	-	(43)	(1,200,911)	-	95,361	(16)	36,407
Others	29,619	3,921	(1,891)	(1,970)	-	(961)	-	21	(334)	28,405
	<u>3,766,965</u>	<u>468,894</u>	<u>(34,465)</u>	<u>(216,539)</u>	<u>(28,453)</u>	<u>(306,971)</u>	<u>37</u>	<u>115,697</u>	<u>(42,182)</u>	<u>3,722,983</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

3. PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

GROUP	Accumulated			Net carrying amount
	Cost	depreciation	impairment losses	
<u>As at 30 April 2018</u>	RM'000	RM'000	RM'000	RM'000
Freehold land	362,817	-	(3,112)	359,705
Long leasehold land	77,558	(14,929)	-	62,629
Short leasehold land	69,121	(22,027)	-	47,094
Buildings	2,483,916	(556,265)	(6,689)	1,920,962
Plant and equipment	494,735	(296,993)	(6,065)	191,677
Computer and office equipment	389,788	(297,589)	(2,286)	89,913
Renovations	610,210	(364,613)	(25,131)	220,466
Furniture and fittings	482,463	(222,602)	(1,494)	258,367
Motor vehicles	144,234	(102,123)	(383)	41,728
Aircraft	302,245	(130,221)	(77,037)	94,987
Golf course development expenditure	164,925	(32,098)	(13,837)	118,990
Capital work-in-progress	34,115	-	(4,002)	30,113
Others	50,267	(22,392)	(3,378)	24,497
	<u>5,666,394</u>	<u>(2,061,852)</u>	<u>(143,414)</u>	<u>3,461,128</u>

GROUP	Accumulated			Net carrying amount
	Cost	depreciation	impairment losses	
<u>As at 30 April 2017</u>	RM'000	RM'000	RM'000	RM'000
Freehold land	399,760	-	(3,112)	396,648
Long leasehold land	80,701	(14,168)	-	66,533
Short leasehold land	69,121	(20,731)	-	48,390
Buildings	2,569,874	(508,423)	(6,940)	2,054,511
Plant and equipment	513,314	(293,358)	(10,600)	209,356
Computer and office equipment	397,223	(294,501)	(2,991)	99,731
Renovations	580,979	(350,280)	(28,841)	201,858
Furniture and fittings	507,118	(203,407)	(2,157)	301,554
Motor vehicles	147,878	(104,379)	(322)	43,177
Aircraft	306,260	(123,763)	(66,887)	115,610
Golf course development expenditure	164,942	(30,302)	(13,837)	120,803
Capital work-in-progress	40,409	-	(4,002)	36,407
Others	55,471	(24,218)	(2,848)	28,405
	<u>5,833,050</u>	<u>(1,967,530)</u>	<u>(142,537)</u>	<u>3,722,983</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

3. PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

COMPANY

2018	At beginning			Depreciation charge for the year	Exchange differences	At end of year
	of year	Additions	Disposals			
Net Carrying Amount	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Plant and equipment	66,951	9,593	-	(3,459)	(6,660)	66,425
Computer and office equipment	45,818	4,942	-	(3,024)	(4,532)	43,204
Furniture and fittings	75	-	-	(19)	-	56
Motor vehicles	1,144	1,387	(52)	(457)	-	2,022
	<u>113,988</u>	<u>15,922</u>	<u>(52)</u>	<u>(6,959)</u>	<u>(11,192)</u>	<u>111,707</u>

2017	At beginning		Depreciation charge for the year	At end of year
	of year	Additions		
Net Carrying Amount	RM'000	RM'000	RM'000	RM'000
Plant and equipment	-	72,199	(5,248)	66,951
Computer and office equipment	304	51,321	(5,807)	45,818
Furniture and fittings	73	19	(17)	75
Motor vehicles	720	808	(384)	1,144
	<u>1,097</u>	<u>124,347</u>	<u>(11,456)</u>	<u>113,988</u>

<u>As at 30 April 2018</u>	Cost	Accumulated depreciation	Net carrying amount
	RM'000	RM'000	RM'000
Plant and equipment	74,610	(8,185)	66,425
Computer and office equipment	52,061	(8,857)	43,204
Furniture and fittings	129	(73)	56
Motor vehicles	2,988	(966)	2,022
	<u>129,788</u>	<u>(18,081)</u>	<u>111,707</u>

<u>As at 30 April 2017</u>	Cost	Accumulated depreciation	Net carrying amount
	RM'000	RM'000	RM'000
Plant and equipment	72,199	(5,248)	66,951
Computer and office equipment	52,244	(6,426)	45,818
Furniture and fittings	129	(54)	75
Motor vehicles	2,112	(968)	1,144
	<u>126,684</u>	<u>(12,696)</u>	<u>113,988</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

3. PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

The additions in property, plant and equipment were acquired by way of:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Finance leases	18,199	9,610	880	-
Cash	141,974	353,842	764	406
Deferred payment	11,991	102,235	14,278	123,941
Provision for restoration costs	1,942	3,207	-	-
	<u>174,106</u>	<u>468,894</u>	<u>15,922</u>	<u>124,347</u>

The Group conducted a review of the recoverable amounts of certain property, plant and equipment and the review has led to the following recognitions:

- (1) an impairment loss of RM14,434,000 (2017: RM28,566,000), included in Other expenses – investing activities as disclosed in Note 33(c)(i). The impairment loss was due to a decline in the market values of aircraft for which the recoverable amount is RM75,706,000 (2017: RM12,990,000) determined based on fair value less costs to sell (equivalent to level 2 in the fair value hierarchy), closure of certain outlets and of certain property, plant and equipment for which the VIU is less than the carrying value; and
- (2) a reversal of impairment loss of RM1,463,000 (2017: RM113,000), included in Other income – investing activities as disclosed in Note 33(d)(ii).

Included in the Group's reclassification/adjustments column are:

	Group	
	2018 RM'000	2017 RM'000
(i) transfer of certain property from investment properties (Note 5)	32,815	1,182
(ii) transfer of certain property to investment properties (Note 5)	(67,824)	(6,368)
(iii) gross revaluation surplus resulting from a change in its use from property, plant and equipment to investment properties	17,767	508
(iv) transfer of certain property to development properties (Note 13)	-	(7,279)
(v) over accrual of cost for certain property, plant and equipment	(848)	-
(vi) transfer to inventory	-	(295,014)
(vii) transfer from intangible assets (Note 12)	756	-
	<u>(17,334)</u>	<u>(306,971)</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

3. PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

Others comprise mainly linen, silverware, cutleries, kitchen utensils, gymnasium equipment, recreational livestock and apparatus.

Property, plant and equipment with net book value of RM914,183,000 (2017: RM1,057,215,000) have been pledged to financial institutions for facilities granted to certain subsidiary companies.

The net carrying amounts of assets acquired under finance leases and hire purchase arrangements are as follows:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Plant and equipment	8,787	4,605	-	-
Computer and office equipment	1,684	783	-	-
Office renovation	8,416	2,726	-	-
Furniture and fittings	1,089	509	-	-
Motor vehicles	10,042	9,418	2,022	1,144
Aircraft	66,581	80,879	-	-
	<u>96,599</u>	<u>98,920</u>	<u>2,022</u>	<u>1,144</u>

4. BIOLOGICAL ASSETS

	Group	
	2018 RM'000	2017 RM'000
At carrying amount		
At beginning of year	4,193	4,773
Amortisation for the year	(270)	(580)
At end of year	<u>3,923</u>	<u>4,193</u>
Cost	5,401	5,401
Accumulated amortisation	(1,478)	(1,208)
Carrying amount	<u>3,923</u>	<u>4,193</u>

Biological assets consist of oil palm trees, which are cultivated for the harvest of fresh fruit bunches. The plantation is on freehold land located at Batang Berjuntai, Selangor Darul Ehsan.

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5. INVESTMENT PROPERTIES

	Group	
	2018 RM'000	2017 RM'000
At beginning of year	840,177	768,438
Additions	3,179	35,722
Disposals	(1,480)	-
Fair value adjustments, net	9,988	22,981
Exchange differences	(9,002)	7,850
Net transfer from property, plant and equipment (Note 3)	35,009	5,186
At end of year	<u>877,871</u>	<u>840,177</u>

Investment properties with carrying amount totalling RM78,023,000 (2017: RM110,220,000) are held under lease terms.

Applications for the sub-division and strata titles of the certain leasehold land and buildings (where applicable) of certain subsidiary companies have been submitted to the relevant authorities for processing.

The carrying amounts of the investment properties were determined based on valuations by independent valuers, who hold recognised qualifications and have relevant experience. These valuations make reference to market evidence of transaction prices of similar properties or comparable available market data. Fair value hierarchy for investment properties is disclosed in Note 42.

The Group determined that certain properties that were previously classified as investment properties amounting to RM32,815,000 (2017: RM1,182,000), are now occupied by subsidiary companies of the Group, thus, do not qualify as investment properties according to FRS 140: Investment Property. Certain other properties previously classified under property, plant and equipment amounting to RM67,824,000 (2017: RM6,368,000), are now not occupied by subsidiary companies of the Group, thus, qualify as investment properties according to FRS 140: Investment Property. These properties were reclassified accordingly.

Investment properties of the Group amounting to RM735,388,000 (2017: RM582,673,000) have been pledged to various financial institutions for credit facilities granted to certain subsidiary companies.

NOTES TO THE FINANCIAL STATEMENTS

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6. LAND HELD FOR DEVELOPMENT

	Group	
	2018 RM'000	2017 RM'000 (Restated)
At cost:		
At beginning of year:		
- freehold land	1,416,460	1,427,769
- long leasehold land	62,304	69,287
- land use rights/land lease premium	172,608	177,623
- development costs	395,140	407,782
	<u>2,046,512</u>	<u>2,082,461</u>
Transfer/Adjustments during the year:		
- freehold land	(4,909)	(20,721)
- long leasehold land	(80)	(7,045)
- land use rights/land lease premium	(144,663)	(19,774)
- development costs	(47,724)	(3,569)
	<u>(197,376)</u>	<u>(51,109)</u>
Additions:		
- freehold land	15,467	25,373
- development costs	43,487	11,649
	<u>58,954</u>	<u>37,022</u>
Disposals:		
- freehold land	(206)	(20,958)
- long leasehold land	(101)	-
- development costs	(945)	(26,306)
	<u>(1,252)</u>	<u>(47,264)</u>
Exchange differences:		
- freehold land	(5,587)	4,997
- long leasehold land	(28)	62
- land use rights/land lease premium	(16,728)	14,759
- development costs	(6,866)	5,584
	<u>(29,209)</u>	<u>25,402</u>
Total cost at end of year	<u>1,877,629</u>	<u>2,046,512</u>
Accumulated impairment losses:		
At beginning of year	(10,153)	(17,334)
Write-off/Reversal of impairment loss	-	7,181
At end of year	<u>(10,153)</u>	<u>(10,153)</u>
Carrying value at end of year	<u>1,867,476</u>	<u>2,036,359</u>

NOTES TO THE FINANCIAL STATEMENTS

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6. LAND HELD FOR DEVELOPMENT (CONTINUED)

Land held for development with carrying value of RM135,454,000 (2017: RM624,398,000) have been pledged to various financial institutions.

Included in the transfer/adjustments section are the following:

	Group	
	2018	2017
	RM'000	RM'000
(i) transfer to development properties (Note 13)	(18,540)	(51,109)
(ii) adjustment arising from deemed disposal of subsidiary companies	(178,836)	-
	<u>(197,376)</u>	<u>(51,109)</u>

7. SUBSIDIARY COMPANIES

	Company	
	2018	2017
	RM'000	RM'000
At cost:		
Quoted shares in Malaysia	299,967	299,967
Unquoted shares	5,090,100	1,412,140
	<u>5,390,067</u>	<u>1,712,107</u>
Less: Accumulated impairment	(45,544)	(45,544)
	<u>5,344,523</u>	<u>1,666,563</u>
Market value:		
Quoted shares in Malaysia	144,102	212,781

The Group's equity interests in the subsidiary companies, their respective principal activities and country of incorporation are shown in Note 48.

During the current financial year, the Company subscribed to additional shares issued by a subsidiary by utilising the amount owing by the subsidiary company.

Quoted shares costing RM295,855,000 (2017: RM204,483,000) have been pledged to financial institutions for credit facilities granted to the Company and certain of its subsidiary companies.

During the financial year, the Company conducted a review of the recoverable amounts of its investments in certain subsidiary companies and the review concluded that no impairment was required. The review in the previous financial year gave rise to the recognition of an impairment loss of investment in a subsidiary company of RM16,374,000 as disclosed in Note 33(c)(i) as the recoverable amount was less than the carrying value. The recoverable amount of RM111,323,000 is determined based on VIU calculations relating to gaming and related activities, which the key assumptions used are disclosed in Note 12(2)(2).

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7. SUBSIDIARY COMPANIES (CONTINUED)

7.1 Acquisition of subsidiary company

There is no acquisition of subsidiary company which qualified as business combination during the current financial year.

In the previous financial year, the Group completed the acquisition of 70% equity interest in Hotel Integration Sdn Bhd ("HISB") for a total cash consideration of RM1.36 million by Berjaya Vacation Club Berhad, a wholly-owned subsidiary company of the Group.

The cost of acquisitions comprised the following:

2017 Group	Acquisition of HISB RM'000
Purchase consideration satisfied by cash, representing total cost of acquisition	1,365

The acquired subsidiary company which qualified as business combination contributed the following results to the Group in the previous financial year:

2017 Group	Acquisition of HISB RM'000
Revenue	35
Profit for the year	2

The fair values of the assets and liabilities of the acquired subsidiary company at the date of acquisition were as follows:

2017 Group	Acquisition of HISB RM'000
Non-current assets	37
Current assets	890
	927
Current liabilities	73
Net assets acquired	854
Less: Non-controlling interests	(256)
Group's share of net assets	598
Goodwill on consolidation	767
Total cost of acquisition	1,365

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7. SUBSIDIARY COMPANIES (CONTINUED)

7.1 Acquisition of subsidiary company (continued)

The net cash flows on acquisition was as follows:

2017 Group	Acquisition of HISB RM'000
Purchase consideration satisfied by cash, representing total cost of acquisition	<u>1,365</u>

7.2 Acquisition of subsidiary company subsequent to financial year end

There is no acquisition of subsidiary company subsequent to the financial year end.

7.3 Disposal of subsidiary companies

7.3.1 Current financial year

During the current financial year, the Group completed the following disposals/deemed disposals:

- (1) The Group disposed of its 100% equity interest in Berjaya Investment Holdings Pte Ltd ("BIH") to Singapore Institute of Advance Medicine Holdings Pte Ltd ("SIAMH") for a consideration of SGD2.97 million (or equivalent to about RM9.21 million) satisfied via an issuance of new SIAMH shares, SIAMH is an existing associated company of Berjaya Leisure (Cayman) Limited ("BLCL"). Further details of this disposal are disclosed in Note 46(9);
- (2) The Group completed the disposal of its entire equity stake in PT Boga Lestari Sentosa for IDR1,000 (or equivalent to about RM0.32) (refer to Note 46(10));
- (3) The Company completed the disposal of its entire 100% equity interest in Berjaya Green Resources Environmental Engineering (Foshan) Co Ltd for a cash consideration of about RMB78.50 million (or equivalent to about RM50.87 million) (refer to Note 46 (11));
- (4) BLCL's equity interest in Berjaya Vietnam Financial Center Limited ("BVFC") was diluted from 100% to 32.5% after the injection of fresh capital contribution amounting to VND2,008.69 billion (equivalent to approximately RM352 million) into BVFC by Vinhomes Joint Stock Company Limited ("Vinhomes") following the conditions imposed by the Vietnamese authorities. Further details are disclosed in Note 47(1); and
- (5) BLCL's equity interest in Berjaya Vietnam International University Town One Member Limited Liability Company ("BVIUT") was diluted from 100% to 0.8% after the injection of fresh capital contribution amounting to VND11,904 billion (equivalent to approximately RM2.0 billion) into BVIUT by Vinhomes and its affiliates following conditions imposed by the Vietnamese authorities. Further details are disclosed in Note 47(1).

7.3.2 Previous financial year

In the previous financial year, the Group completed the disposal of its entire equity interest of 92.31% in REDtone Asia Inc for a consideration of RMB36.11 million (about RM22.16 million).

7.3.3 Effects of disposal

The effects of the disposal on the financial position of the Group are disclosed in the Consolidated Statement of Cash Flows, Note (b).

The acquisition, incorporation or disposal of subsidiary companies during the financial year which do not have any material effect on the financial position of the Group and of the Company are not listed above.

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7. SUBSIDIARY COMPANIES (CONTINUED)

7.4 Subsidiary companies with material non-controlling interests

The Group regards the non-controlling interests of the following subsidiary companies as material to the Group and is set out below. The equity interests held by non-controlling interests are as follows:

Name	Equity interest held by non-controlling interests	
	2018 %	2017 %
Berjaya Land Berhad ("BLand")	27.9	28.6
BFood	56.3	56.6
REDtone International Berhad	48.3	48.3

Summarised financial information of subsidiary companies which have non-controlling interests that are material to the Group is set out below. The summarised financial information presented below is the amount before inter-company elimination and after modifying for fair value adjustments arising from business combination.

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7. SUBSIDIARY COMPANIES (CONTINUED)

7.4 Subsidiary companies with material non-controlling interests (continued)

GROUP

	BLand	BFood	REDtone	Total
At 30 April 2018	RM'000	RM'000	RM'000	RM'000
Non-current assets	9,305,552	719,322	359,668	10,384,542
Current assets	3,448,114	94,341	143,610	3,686,065
Non-current liabilities	(3,083,241)	(150,218)	(73,911)	(3,307,370)
Current liabilities	(3,240,810)	(276,256)	(62,650)	(3,579,716)
Net assets	<u>6,429,615</u>	<u>387,189</u>	<u>366,717</u>	<u>7,183,521</u>
Equity attributable to				
equity holders of the parent	3,418,259	168,476	185,309	3,772,044
Non-controlling interests	3,011,356	218,713	181,408	3,411,477
Total equity	<u>6,429,615</u>	<u>387,189</u>	<u>366,717</u>	<u>7,183,521</u>
Year ended 30 April 2018				
Revenue	<u>6,361,198</u>	<u>639,741</u>	<u>118,081</u>	<u>7,119,020</u>
(Loss)/Profit for the year	(83,157)	218	4,769	(78,170)
Other comprehensive income	(132,734)	3,291	-	(129,443)
Total comprehensive income for the year	<u>(215,891)</u>	<u>3,509</u>	<u>4,769</u>	<u>(207,613)</u>
(Loss)/Profit attributable to:				
- Owners of the parent	(100,164)	512	3,085	(96,567)
- Non-controlling interests	17,007	(294)	1,684	18,397
	<u>(83,157)</u>	<u>218</u>	<u>4,769</u>	<u>(78,170)</u>
Total comprehensive income attributable to:				
- Owners of the parent	(212,326)	1,414	3,084	(207,828)
- Non-controlling interests	(3,565)	2,095	1,685	215
	<u>(215,891)</u>	<u>3,509</u>	<u>4,769</u>	<u>(207,613)</u>
Year ended 30 April 2018				
Net cash generated from/(used in):				
Operating activities	458,302	63,302	45,965	567,569
Investing activities	235,041	(49,469)	(20,841)	164,731
Financing activities	(532,163)	(6,163)	(21,143)	(559,469)
Net change in cash and cash equivalents	<u>161,180</u>	<u>7,670</u>	<u>3,981</u>	<u>172,831</u>
Dividends paid to non-controlling interests	<u>(71,731)</u>	<u>(6,544)</u>	<u>-</u>	<u>(78,275)</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

7. SUBSIDIARY COMPANIES (CONTINUED)

7.4 Subsidiary companies with material non-controlling interests (continued)

GROUP

	BLand	BFood	REDtone	Total
At 30 April 2017	RM'000	RM'000	RM'000	RM'000
Non-current assets	8,653,491	698,240	366,060	9,717,791
Current assets	4,279,692	90,795	165,799	4,536,286
Non-current liabilities	(3,118,991)	(136,711)	(74,927)	(3,330,629)
Current liabilities	(3,113,550)	(277,994)	(94,984)	(3,486,528)
Net assets	<u>6,700,642</u>	<u>374,330</u>	<u>361,948</u>	<u>7,436,920</u>
Equity attributable to				
equity holders of the parent	3,531,350	169,821	182,384	3,883,555
Non-controlling interests	<u>3,169,292</u>	<u>204,509</u>	<u>179,564</u>	<u>3,553,365</u>
Total equity	<u>6,700,642</u>	<u>374,330</u>	<u>361,948</u>	<u>7,436,920</u>
Year ended 30 April 2017				
Revenue	<u>6,371,366</u>	<u>605,441</u>	<u>150,567</u>	<u>7,127,374</u>
Profit/(Loss) for the year	436,605	6,332	(5,866)	437,071
Other comprehensive income	146,967	(2,466)	3,337	147,838
Total comprehensive income for the year	<u>583,572</u>	<u>3,866</u>	<u>(2,529)</u>	<u>584,909</u>
Profit/(Loss) attributable to:				
- Owners of the parent	247,649	4,913	(2,774)	249,788
- Non-controlling interests	<u>188,956</u>	<u>1,419</u>	<u>(3,092)</u>	<u>187,283</u>
	<u>436,605</u>	<u>6,332</u>	<u>(5,866)</u>	<u>437,071</u>
Total comprehensive income attributable to:				
- Owners of the parent	339,954	4,481	173	344,608
- Non-controlling interests	<u>243,618</u>	<u>(615)</u>	<u>(2,702)</u>	<u>240,301</u>
	<u>583,572</u>	<u>3,866</u>	<u>(2,529)</u>	<u>584,909</u>
Year ended 30 April 2017				
Net cash generated from/(used in):				
Operating activities	55,465	75,093	(25,322)	105,236
Investing activities	(187,643)	(78,624)	13,697	(252,570)
Financing activities	<u>(54,116)</u>	<u>(8,180)</u>	<u>6,590</u>	<u>(55,706)</u>
Net change in cash and cash equivalents	<u>(186,294)</u>	<u>(11,711)</u>	<u>(5,035)</u>	<u>(203,040)</u>
Dividends paid to non-controlling interests	<u>(110,666)</u>	<u>(5,683)</u>	<u>-</u>	<u>(116,349)</u>

NOTES TO THE FINANCIAL STATEMENTS

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8. ASSOCIATED COMPANIES

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
At cost:				
Quoted shares - in Malaysia	467,596	519,933	257,682	257,682
Quoted shares - outside Malaysia	103,914	104,209	-	-
Unquoted shares	538,851	459,065	50	50
Less: Unrealised profit on transactions with associated companies	(6,866)	(7,012)	-	-
	<u>1,103,495</u>	<u>1,076,195</u>	<u>257,732</u>	<u>257,732</u>
Group's share of post acquisition reserves	236,696	283,652	-	-
	<u>1,340,191</u>	<u>1,359,847</u>	<u>257,732</u>	<u>257,732</u>
Less: Accumulated impairment				
- Quoted shares in Malaysia	(9,446)	(9,348)	-	-
- Quoted shares outside Malaysia	(51,464)	(51,435)	-	-
- Unquoted shares	(90,146)	(83,721)	-	-
	<u>(151,056)</u>	<u>(144,504)</u>	<u>-</u>	<u>-</u>
	<u>1,189,135</u>	<u>1,215,343</u>	<u>257,732</u>	<u>257,732</u>
Carrying value of:				
Quoted shares - in Malaysia	571,394	688,991	257,682	257,682
Quoted shares - outside Malaysia	3,934	8,914	-	-
Unquoted shares	613,807	517,438	50	50
	<u>1,189,135</u>	<u>1,215,343</u>	<u>257,732</u>	<u>257,732</u>
Market value:				
Quoted shares - in Malaysia	427,126	531,277	267,246	293,910
Quoted shares - outside Malaysia	3,943	8,941	-	-

Certain quoted shares of the Group and of the Company costing RM366,864,000 (2017: RM312,120,000) and RM254,620,000 (2017: RM220,262,000) respectively, have been pledged to financial institutions for credit facilities granted to the Company and certain subsidiary companies.

During the financial year, the Group conducted a review of the recoverable amounts of certain investment in associated companies and the review has led to the following recognition:

- an impairment loss amounting to RM7,472,000 (2017: RM13,824,000) as disclosed in Note 33(c)(i), in associated companies with recoverable amount of RM14,743,000 (2017: RM25,307,000). The recoverable amounts are determined based on the higher of VIU calculations or fair values less costs to sell. The discount rate used in the VIU calculation is 16.20% (2017: 18.40%). The fair values are based on observable market prices; and
- a reversal of impairment loss of RM590,000 (2017: RMNil) as disclosed in Note 33(d)(ii), in associated companies with recoverable amount of RM1,502,000 (2017: RMNil).

NOTES TO THE FINANCIAL STATEMENTS

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8. ASSOCIATED COMPANIES (CONTINUED)

The Group's equity interest in the associated companies, their respective principal activities and country of incorporation are shown in Note 48.

During the current financial year, the value of a quoted investment in an associated company was not impaired to its market value as the directors have evaluated that the fair values of the underlying assets of this associated company quoted in Malaysia, to be higher than or equal to its carrying value.

Although the Group holds less than 20% of the voting shares in Berjaya Assets Berhad ("BAssets") and Berjaya Media Berhad, the Group exercises significant influence by virtue of its ability to participate in the financial and operating policy decisions of these companies by way of representation on their respective boards of directors.

The Group regards Atlan Holdings Bhd ("Atlan"), BAssets and Berjaya Sampo Insurance Berhad ("BSompo") as its material associated companies.

Summarised financial information in respect of the material associated companies is set out below. The summarised financial information represents the amounts in the financial statements of the associated companies and not the Group's share of those amounts.

GROUP	Atlan	BAssets	BSompo	Total
2018	RM'000	RM'000	RM'000	RM'000
Non-current assets	270,058	3,186,403	1,487,391	4,943,852
Current assets	696,498	410,794	626,158	1,733,450
Non-current liabilities	(51,854)	(975,943)	(6,102)	(1,033,899)
Current liabilities	(202,675)	(318,595)	(1,292,375)	(1,813,645)
Net assets	<u>712,027</u>	<u>2,302,659</u>	<u>815,072</u>	<u>3,829,758</u>
Equity attributable to:				
Owners of the associated company	533,095	2,295,762	815,072	3,643,929
Non-controlling interests of the associated company	<u>178,932</u>	<u>6,897</u>	<u>-</u>	<u>185,829</u>
Total equity	<u>712,027</u>	<u>2,302,659</u>	<u>815,072</u>	<u>3,829,758</u>
GROUP	Atlan	BAssets	BSompo	Total
2017	RM'000	RM'000	RM'000	RM'000
Non-current assets	285,101	3,105,227	1,384,114	4,774,442
Current assets	660,064	304,493	493,381	1,457,938
Non-current liabilities	(65,198)	(1,008,397)	(8,759)	(1,082,354)
Current liabilities	(231,187)	(210,529)	(1,099,056)	(1,540,772)
Net assets	<u>648,780</u>	<u>2,190,794</u>	<u>769,680</u>	<u>3,609,254</u>
Equity attributable to:				
Owners of the associated company	480,316	2,181,443	769,680	3,431,439
Non-controlling interests of the associated company	<u>168,464</u>	<u>9,351</u>	<u>-</u>	<u>177,815</u>
Total equity	<u>648,780</u>	<u>2,190,794</u>	<u>769,680</u>	<u>3,609,254</u>

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8. ASSOCIATED COMPANIES (CONTINUED)

GROUP	Atlant	BAssets	BSompo	Total
2018	RM'000	RM'000	RM'000	RM'000
Revenue	826,335	350,026	631,802	1,808,163
Profit/(Loss) for the year	66,325	(22,857)	49,171	92,639
Other comprehensive income	-	(29,481)	(3,779)	(33,260)
Total comprehensive income for the year	66,325	(52,338)	45,392	59,379
Profit/(Loss) for the year attributable to:				
- owners of the associated company	49,033	(22,089)	49,171	76,115
- non-controlling interests of the associated company	17,292	(768)	-	16,524
	66,325	(22,857)	49,171	92,639
Total comprehensive income attributable to:				
- owners of the associated company	49,033	(51,774)	45,392	42,651
- non-controlling interests of the associated company	17,292	(564)	-	16,728
	66,325	(52,338)	45,392	59,379
Dividends received from the associated companies during the year	14,249	-	-	14,249
GROUP	Atlant	BAssets	BSompo	Total
2017	RM'000	RM'000	RM'000	RM'000
Revenue	809,435	368,860	749,178	1,927,473
Profit/(Loss) for the year	75,599	(76,834)	53,430	52,195
Other comprehensive income	1,236	(1,919)	12,350	11,667
Total comprehensive income for the year	76,835	(78,753)	65,780	63,862
Profit/(Loss) for the year attributable to:				
- owners of the associated company	54,536	(77,838)	53,430	30,128
- non-controlling interests of the associated company	21,063	1,004	-	22,067
	75,599	(76,834)	53,430	52,195
Total comprehensive income attributable to:				
- owners of the associated company	55,664	(78,994)	65,780	42,450
- non-controlling interests of the associated company	21,171	241	-	21,412
	76,835	(78,753)	65,780	63,862
Dividends received from the associated companies during the year	15,237	-	-	15,237

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8. ASSOCIATED COMPANIES (CONTINUED)

Reconciliation of the summarised financial information presented above to the carrying amount of the Group's interest in associated companies:

GROUP	Atlan	BAssets	BSompo	Total
2018	RM'000	RM'000	RM'000	RM'000
Attributable to the owners of associated companies:				
Net assets at beginning of year	480,316	2,181,443	769,680	3,431,439
Increase in paid-up capital	-	166,093	-	166,093
Profit/(Loss) for the year	49,033	(22,089)	49,171	76,115
Other comprehensive income	-	(29,685)	(3,779)	(33,464)
Dividends paid during the year	(53,267)	-	-	(53,267)
Other transactions with owners	57,013	-	-	57,013
Net assets at end of year	533,095	2,295,762	815,072	3,643,929
Group's equity interest	26.69%	10.58%	30.00%	
Interest in associated companies	142,278	242,915	244,522	629,715
Goodwill	186,337	187	158,400	344,924
Exchange differences	(519)	-	-	(519)
Unrealised profit on transaction with associated company	-	-	(6,866)	(6,866)
Less: Intragroup adjustments	-	(2,510)	-	(2,510)
Carrying value of Group's interest in associated companies	328,096	240,592	396,056	964,744
GROUP	Atlan	BAssets	BSompo	Total
2017	RM'000	RM'000	RM'000	RM'000
Attributable to the owners of associated companies:				
Net assets at beginning of year	397,032	2,260,437	703,900	3,361,369
Profit for the year	54,536	(77,838)	53,430	30,128
Other comprehensive income	1,128	(1,156)	12,350	12,322
Dividends paid during the year	(59,320)	-	-	(59,320)
Other transactions with owners	86,940	-	-	86,940
Net assets at end of year	480,316	2,181,443	769,680	3,431,439
Group's equity interest	26.69%	16.90%	30.00%	
Interest in associated companies	128,192	368,613	230,904	727,709
Goodwill	186,337	187	158,400	344,924
Exchange differences	2,623	-	-	2,623
Unrealised profit on transaction with associated company	-	-	(7,033)	(7,033)
Less: Intragroup adjustments	-	(1,578)	-	(1,578)
Carrying value of Group's interest in associated companies	317,152	367,222	382,271	1,066,645

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8. ASSOCIATED COMPANIES (CONTINUED)

Aggregate information of associated companies that are not individually material:

	Group	
	2018 RM'000	2017 RM'000
The Group's share of (loss)/profit for the year	(8,902)	43,478
The Group's share of other comprehensive income	(2,186)	(3,647)
The Group's share of total comprehensive income for the year	(11,088)	39,831
Aggregate carrying amount of the Group's interests in these associated companies	224,391	148,698

The Group has discontinued the recognition of its share of losses of certain associated companies because the share of losses of these associated companies has exceeded the Group's interest in these associated companies. As at the reporting date, the Group's cumulative unrecognised share of losses in these associated companies amounted to RM26,669,000 (2017: RM29,044,000), which exceeded the Group's interest in these associated companies. Accordingly, the Group did not recognise its share of current year's profit amounting to RM2,375,000 (2017: share of loss of RM178,000) of these associated companies.

9. JOINT VENTURES

	Group	
	2018 RM'000	2017 RM'000
Contributed legal capital/cost of investment	324,866	334,101
Share of post-acquisition reserves	(195,885)	(196,017)
Exchange differences	5,249	10,267
	134,230	148,351
Less : Accumulated impairment	(28,644)	(28,644)
	105,586	119,707

Details of the joint ventures are as follows:

Name of joint ventures	Country of incorporation	% of ownership interest held by the Group		Principal activities
		2018	2017	
Held by Berjaya Leisure (Cayman) Limited				
Berjaya-Handico12 Co Ltd	Socialist Republic of Vietnam	80.0	80.0	Property investment and development.
RC Hotel and Resort JV Holdings (BVI) Company Limited	British Virgin Islands	-	56.7	Dissolved.
Held by T.P.C. Development Limited				
T.P.C. Nghi Tam Village Limited ("TPC")	Socialist Republic of Vietnam	75.0	75.0	Developer and operator of an international standard five star hotel.

NOTES TO THE FINANCIAL STATEMENTS

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9. JOINT VENTURES (CONTINUED)

Name of joint ventures	Country of incorporation	% of ownership interest held by the Group		Principal activities
		2018	2017	
Held by Berjaya Hotels & Resorts Vietnam Sdn Bhd				
Berjaya Hotay Joint Venture Company Limited ("BHotay")	Socialist Republic of Vietnam	50.0	50.0	Developer and operator of an international standard five star hotel and provision of related services.
Held by Berjaya Vacation Club Berhad				
Asia Jet Partners Malaysia Sdn Bhd	Malaysia	51.0	51.0	Aircraft charter service and related aircraft business.
Held by Berjaya Group (Cayman) Limited				
Antara Spacecom Pte Ltd	Singapore	50.0	50.0	Provision of satellite communication, broadcasting and mobility services.
Held by Berjaya Capital Berhad				
Chailease Berjaya Credit Sdn Bhd ("Chailease")	Malaysia	30.0	30.0	Hire purchase and loan financing in relation to vehicles and consumer goods.
Held by KUB-Berjaya Energy Sdn Bhd				
Amita KUB-Berjaya Kitar Sdn Bhd	Malaysia	60.0	60.0	Providing industrial waste recycling services.
Held by Cosway (China) Co. Ltd				
Cosway (Guangzhou) Cosmetic Manufacture Co Ltd ("Cosway Guangzhou")	People's Republic of China	70.0	70.0	Manufacture and trading in consumer, household and skin care products.
Held by BL Capital Sdn Bhd				
Pasdec Cempaka Sdn Bhd	Malaysia	31.0	31.0	Property development and investment.
Held by Berjaya Property Management Sdn Bhd				
Pasdec Cempaka Sdn Bhd	Malaysia	20.0	20.0	Property development and investment.

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9. JOINT VENTURES (CONTINUED)

Summarised financial information in respect of the material joint ventures is set out below. The summarised financial information represents the amounts in the financial statements of the joint ventures after modification of fair value adjustments arising from business combination and not the Group's share of those amounts.

GROUP	Cosway			Total
	BHotay	Guangzhou	Chailease	
At 30 April 2018	RM'000	RM'000	RM'000	RM'000
Non-current assets	211,344	1,247	6,834	219,425
Current assets	14,201	18,617	441,789	474,607
Non-current liabilities	(113,961)	-	(25,248)	(139,209)
Current liabilities	(29,919)	(14,404)	(340,559)	(384,882)
Net assets	81,665	5,460	82,816	169,941
The amounts of assets and liabilities above include the following:				
Cash and cash equivalents	8,324	11,036	3,793	23,153
Current financial liabilities (excluding trade and other payables and provision)	(21,784)	-	(339,035)	(360,819)
Non-current financial liabilities (excluding trade and other payables and provision)	(104,956)	-	(25,248)	(130,204)
Year ended 30 April 2018				
Revenue	70,771	5,953	54,177	130,901
Profit/(Loss) for the year, representing total comprehensive income for the year	8	(327)	6,566	6,247
The profit/(loss) for the year includes the following:				
Depreciation and amortisation	16,270	294	588	17,152
Interest income	-	260	218	478
Income tax expense	-	297	2,318	2,615
Finance costs	5,062	-	-	5,062
Dividend received from the joint ventures during the year	-	17,195	-	17,195

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9. JOINT VENTURES (CONTINUED)

GROUP	Cosway			Total
	BHotay	Guangzhou	Chailease	
At 30 April 2017	RM'000	RM'000	RM'000	RM'000
Non-current assets	251,568	1,564	1,678	254,810
Current assets	11,512	30,079	188,266	229,857
Non-current liabilities	(160,756)	-	(13,161)	(173,917)
Current liabilities	(11,646)	(1,298)	(125,533)	(138,477)
Net assets	<u>90,678</u>	<u>30,345</u>	<u>51,250</u>	<u>172,273</u>
The amounts of assets and liabilities above include the following:				
Cash and cash equivalents	<u>7,090</u>	<u>8,216</u>	<u>2,686</u>	<u>17,992</u>
Current financial liabilities (excluding trade and other payables and provision)	<u>(3,627)</u>	<u>-</u>	<u>(2,397)</u>	<u>(6,024)</u>
Non-current financial liabilities (excluding trade and other payables and provision)	<u>(151,022)</u>	<u>-</u>	<u>-</u>	<u>(151,022)</u>
Year ended 30 April 2017				
Revenue	<u>66,506</u>	<u>13,766</u>	<u>15,634</u>	<u>95,906</u>
(Loss)/Profit for the year, representing total comprehensive income for the year	<u>(6,757)</u>	<u>1,744</u>	<u>3,563</u>	<u>(1,450)</u>
The (loss)/profit for the year includes the following:				
Depreciation and amortisation	16,687	284	235	17,206
Interest income	-	134	118	252
Income tax expense	-	337	295	632
Finance costs	<u>8,283</u>	<u>-</u>	<u>-</u>	<u>8,283</u>
Dividend received from the joint ventures during the year	<u>-</u>	<u>880</u>	<u>-</u>	<u>880</u>

NOTES TO THE FINANCIAL STATEMENTS

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9. JOINT VENTURES (CONTINUED)

Reconciliation of the summarised financial information presented above to the carrying amount of the Group's interest in joint ventures

GROUP	Cosway			Total
	BHotay	Guangzhou	Chailease	
2018	RM'000	RM'000	RM'000	RM'000
Net assets as at beginning of year	90,678	30,345	51,250	172,273
Profit/(Loss) for the year, representing other comprehensive income for the year	8	(327)	6,566	6,247
Dividends paid during the year	-	(24,564)	-	(24,564)
Increase in share capital	-	-	25,000	25,000
Exchange differences	(9,021)	6	-	(9,015)
Net assets at end of year	81,665	5,460	82,816	169,941
Group's equity interest	50%	70%	30%	
Interest in joint venture	40,833	3,822	24,845	69,500
Gain on remeasurement	-	18,611	-	18,611
Exchange differences	-	261	-	261
Carrying value of Group's interest in joint ventures	40,833	22,694	24,845	88,372
GROUP		Cosway		
	BHotay	Guangzhou	Chailease	Total
2017	RM'000	RM'000	RM'000	RM'000
Net assets as at date of equity account/beginning of year	89,828	29,850	22,687	142,365
(Loss)/Profit for the year, representing other comprehensive income for the year	(6,757)	1,744	3,563	(1,450)
Dividends paid during the year	-	(1,257)	-	(1,257)
Increase in share capital	-	-	25,000	25,000
Exchange differences	7,607	8	-	7,615
Net assets at end of year	90,678	30,345	51,250	172,273
Group's equity interest	50%	70%	30%	
Interest in joint venture	45,339	21,242	15,375	81,956
Gain on remeasurement	-	18,611	-	18,611
Exchange differences	-	261	-	261
Carrying value of Group's interest in joint ventures	45,339	40,114	15,375	100,828

NOTES TO THE FINANCIAL STATEMENTS

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9. JOINT VENTURES (CONTINUED)

Aggregate information of joint ventures that are not individually material

	Group	
	2018 RM'000	2017 RM'000
The Group's share of profit/(loss) for the year, representing total comprehensive income	1,045	(611)
Aggregate carrying amount of the Group's interests in these joint ventures	17,214	18,879

The Group has discontinued recognition of its share of losses of certain joint ventures because the share of losses of these joint ventures has exceeded the Group's interest in these joint ventures, and the Group does not have any legal and constructive obligations to provide financial support to the joint ventures. As such, during the current financial year, the Group did not recognise its share of the current year net profit of these joint ventures and the Group's cumulative share of unrecognised losses of these joint ventures amounted to RM34,106,000 (2017: RM40,528,000).

10. OTHER INVESTMENTS

	Group	
	2018 RM'000	2017 RM'000
Quoted investments in Malaysia, at fair value		
- shares	42,384	38,359
- warrants	-	10,838
- Malaysian Government Securities	2,996	3,026
- unit trust funds	1,154	3,198
Quoted investments outside Malaysia, at fair value		
- shares	10,034	4,683
	56,568	60,104
Unquoted shares		
- Cost	147,909	144,462
- Less: Accumulated impairment	(56,356)	(57,494)
	91,553	86,968
Unquoted shares, at fair value		
	-	4,469
	91,553	91,437
Total investment in financial assets	148,121	151,541
Golf club corporate memberships	833	868
Total investments	148,954	152,409

The investment in Malaysian Government Securities is deposited with the Malaysian Government in accordance with the Pool Betting Act, 1967 in connection with the issue of the pool betting licence and yields interest at 4.24% (2017: 4.24%) per annum.

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10. OTHER INVESTMENTS (CONTINUED)

During the financial year, the Group recognised:

- (i) an impairment loss amounting to RM2,738,000 (2017: RM190,000) of certain available-for-sale financial assets which are quoted equity instruments as disclosed in Note 33 (c)(i); and
- (ii) an impairment loss amounting to RM24,000 (2017: RM385,000) of certain available-for-sale financial assets which are unquoted equity instruments as disclosed in Notes 33 (c)(i).

None of the investment in quoted securities in Malaysia of the Group are pledged as at the current financial year and the previous year end.

Further details on fair value hierarchy and classification of equity investments are disclosed in Notes 42 and 43 respectively.

11. OTHER LONG TERM RECEIVABLES

	Group		Company	
	2018 RM'000	2017 RM'000 (Restated)	2018 RM'000	2017 RM'000
Amounts due from joint ventures (Note a)	429,533	696,126	-	-
Amounts due from subsidiary company (Note b)	-	-	83,987	-
Other non-current receivables (Note c)	-	13,920	-	-
Other long term deposits	24,392	27,030	-	-
Amount receivable from disposal of Great Mall Project (Note d)	473,862	-	-	-
Compensation receivable from Jeju Project (Note e)	593,253	604,255	-	-
Stakeholders' sum	8,140	-	-	-
Hire purchase receivables, net of unearned interest	23,100	19,376	-	-
	<u>1,552,280</u>	<u>1,360,707</u>	<u>83,987</u>	<u>-</u>

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11. OTHER LONG TERM RECEIVABLES (CONTINUED)

Notes:

- (a) Amounts owing by joint ventures are unsecured, interest-bearing with schedule of repayments ranging from 2 to 20 (2017: 2 to 20) years.
- (b) The amounts due from subsidiary companies are unsecured and repayable on demand. Amounts totalling RM83,987,000 (2017: RMNil) bear interest, while the rest are non-interest bearing.
- (c) The portion of the development expenditure for concession which is covered by minimum guaranteed payments from the grantor of the concession is recognised as other non-current receivables in accordance with IC Interpretation 12. The salient features of the concession are described below:

(1) Linqu Water Supply Project

This is a 30-year concession (expected to expire in September 2036) granted by the People's Government of Linqu County, Shandong Province ("Linqu Government") to Dragon Spring Group (M) Ltd ("DSGM") to acquire, upgrade, operate and maintain the existing water supply facilities in Linqu County, Shandong Province, People's Republic of China based on a build-operate-transfer basis. Linqu Government has authorised Construction Bureau of Linqu County ("CBLinqu") to enter into the concession agreement with DSGM. This concession was then assigned to Dragon Spring Water (Linqu) Co Ltd ("DSWLQ"). DSWLQ supplies the water at a rate which is in accordance to the concession agreement. The charge rate shall be reviewed should there be any increase or decrease in the cost of supplying the water. DSWLQ is obligated to rehabilitate the existing water supply facilities, construction of new treatment facilities and maintain and upgrade the water supply distribution networks. DSWLQ shall transfer the phase 1 of the new water treatment plant to CBLinqu without any further compensation at the end of the concession period.

As at the reporting date, the company which has the Linqu Water Supply Project was reclassified to disposal group (refer to Note 19), the other non-current receivables relating to this project was reclassified to disposal group accordingly.

- (d) This amount represents the final instalment claimed by GMOC from Beijing SkyOcean in respect of the GMOC Arbitration. Details of the GMOC Arbitration are disclosed in Note 41(5).
- (e) This amount represents the project costs claimed by BJR from JDC in respect of the JDC Lawsuit. Details of the JDC Lawsuit are disclosed in Note 41(4).

The Jeju Project has been placed under lien by its main contractor. The outstanding amount due to the main contractor as at the reporting date amounted to RM81,789,000 (2017: RM70,553,000) as disclosed in Note 28. The main contractor has also placed a lien on potential compensation receivable pending a positive judgement over the JDC Lawsuit.

NOTES TO THE FINANCIAL STATEMENTS

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12. INTANGIBLE ASSETS

GROUP

	Goodwill	Gaming rights	Trademarks	Lottery business cooperation contract	Concession assets	Dealership rights	Telecommunications licences with allocated spectrum	Other intangible assets	Total
2018	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Net Carrying Amount									
At beginning of year	1,021,661	3,758,865	43,807	122,446	477,417	57,487	314,601	57,512	5,853,796
Additions	-	-	49	-	24,018	-	-	7,450	31,517
Amortisation for the year	-	-	(36)	(7,099)	(22,086)	-	-	(6,743)	(35,964)
Reversal of impairment losses	-	95,752	-	-	-	-	-	-	95,752
Impairment losses	-	-	-	-	-	-	-	(1,955)	(1,955)
Adjustments	-	-	-	-	(269)	-	-	(51)	(320)
Government grant received during the financial year	-	-	-	-	-	-	-	(762)	(762)
Arising from disposal of subsidiary company	-	-	-	-	(67,988)	-	-	-	(67,988)
Transfer to property, plant and equipment	-	-	-	-	(895)	-	-	139	(756)
Transfer to disposal group	-	-	-	-	(159,545)	-	-	(285)	(159,830)
Disposals	-	-	-	-	-	-	-	(34)	(34)
Deferred tax liability recognised	(517)	-	-	-	-	-	-	-	(517)
Exchange differences	(6,310)	-	(3,643)	-	(5,926)	(1,267)	-	(729)	(17,875)
At end of year	1,014,834	3,854,617	40,177	115,347	244,726	56,220	314,601	54,542	5,695,064

	Goodwill	Gaming rights	Trademarks	Lottery business cooperation contract	Concession assets	Dealership rights	Telecommunications licences with allocated spectrum	Other intangible assets	Total
2017	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Net Carrying Amount									
At beginning of the year	1,030,146	4,478,462	39,888	140,422	467,855	58,672	314,601	52,811	6,582,857
Additions	-	-	69	-	47,871	-	-	13,157	61,097
Amortisation for the year	-	(28,753)	(34)	(6,950)	(23,499)	-	-	(4,813)	(64,049)
Impairment losses	(9,578)	(696,390)	-	-	(33,008)	-	-	(109)	(739,085)
Adjustments	-	-	-	(11,026)	-	-	-	(3,861)	(14,887)
Arising from acquisition of subsidiary companies	767	-	-	-	-	-	-	-	767
Deferred tax liability recognised	(283)	-	-	-	-	-	-	-	(283)
Reclassification	-	-	-	-	(8)	-	-	8	-
Write off	-	-	-	-	-	-	-	(1,008)	(1,008)
Exchange differences	609	5,546	3,884	-	18,206	(1,185)	-	1,327	28,387
At end of year	1,021,661	3,758,865	43,807	122,446	477,417	57,487	314,601	57,512	5,853,796

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12. INTANGIBLE ASSETS (CONTINUED)

GROUP	Accumulated			Net carrying amount
	Cost	impairment losses	Accumulated amortisation	
As at 30 April 2018	RM'000	RM'000	RM'000	RM'000
Goodwill	2,204,138	(1,189,304)	-	1,014,834
Gaming rights	4,685,784	(774,060)	(57,107)	3,854,617
Trademarks	80,530	(15,284)	(25,069)	40,177
Lottery business cooperation contract	131,319	-	(15,972)	115,347
Concession assets	328,091	(31,066)	(52,299)	244,726
Dealership rights	56,220	-	-	56,220
Telecommunications licences with allocated spectrum	314,601	-	-	314,601
Other intangible assets	98,753	(10,195)	(34,016)	54,542
	7,899,436	(2,019,909)	(184,463)	5,695,064

GROUP	Accumulated			Net carrying amount
	Cost	impairment losses	Accumulated amortisation	
As at 30 April 2017	RM'000	RM'000	RM'000	RM'000
Goodwill	2,211,735	(1,190,074)	-	1,021,661
Gaming rights	4,685,784	(869,812)	(57,107)	3,758,865
Trademarks	88,268	(16,581)	(27,880)	43,807
Lottery business cooperation contract	131,319	-	(8,873)	122,446
Concession assets	610,299	(34,813)	(98,069)	477,417
Dealership rights	57,487	-	-	57,487
Telecommunications licences with allocated spectrum	314,601	-	-	314,601
Other intangible assets	99,117	(8,839)	(32,766)	57,512
	8,198,610	(2,120,119)	(224,695)	5,853,796

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12. INTANGIBLE ASSETS (CONTINUED)

	Company	
	2018 RM'000	2017 RM'000
Lottery business cooperation contract		
At beginning of year	122,446	140,422
Amortisation for the year	(7,099)	(6,950)
Adjustment	-	(11,026)
At end of year	115,347	122,446
Cost	131,319	131,319
Accumulated amortisation	(15,972)	(8,873)
Net carrying amount	115,347	122,446

12.1 Service concession arrangements

The development expenditure for service concession arrangements which are not covered by a contractual guarantee from the grantor of the concessions are recognised as intangible assets in accordance with IC Interpretation 12: Service Concession Arrangements. These portions of the development expenditure represent the rights to charge users of the public service. The salient features of the concessions are described as below:

(1) Tianchang Water Supply Project

This is a 30-year concession (expected to expire in December 2036) granted by the People's Government of Tianchang City ("Tianchang Government") to Dragon Spring Water Services Ltd ("DSWS") to acquire, upgrade, develop and maintain the existing water supply facilities in Tianchang City, Anhui Province, People's Republic of China based on a build-operate-transfer basis. Tianchang Government has authorised Tianchang Construction Bureau ("TianchangCB") to enter into the concession agreement with DSWS. This concession was then assigned to Dragon Spring Water (Tianchang) Co Ltd ("DSWTC"). DSWTC supplies the water at a rate which is in accordance to the concession agreement. The charge rate shall be reviewed should there be any increase or decrease in the cost of supplying the water. DSWTC is obligated to improve the water supply distribution networks, maintain the normal operation of water supply and piping networks and the construction of a surface water plant. DSWTC shall transfer the project to TianchangCB at a transfer price, which will be assessed at that time by accounting firms appointed by the parties, at the end of the concession period.

(2) Taiwen Sewage Treatment Plant Project

This is a 25-year concession (expected to expire in February 2037) granted by the Taian City Daiyue People's Government ("Daiyue Government") to DSGM to design, construct and operate a sewage treatment plant in Daiyue district, Taian Municipality, Shandong Province, People's Republic of China based on a build-operate-transfer basis. Daiyue Government has authorised Taian Dawenkou Gypsum Industrial Park Management Committee ("TaianMC") to enter into the concession agreement with DSGM. This concession was then assigned to Dragon Spring Water (Taian) Co Ltd ("DSWTA"). DSWTA will charge TaianMC a sewage treatment service fee based on the volume of water treated at a rate in accordance to the concession agreement. The charge rate is subject to review every two years. DSWTA is obligated to design and construct the sewage treatment plant and to manage the operation of the plant. DSWTA shall transfer the project to TaianMC without any further compensation at the end of the concession period.

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12. INTANGIBLE ASSETS (CONTINUED)

12.1 Service concession arrangements (continued)

(3) Bukit Tagar Sanitary Landfill Project

This is a 6-year concession, automatically renewable over 5 terms of 6 years each (the last term expiring in January 2044) granted to KUB-Berjaya Enviro Sdn Bhd ("KBE"), a 60% owned subsidiary company of BGroup, on a build, operate, and transfer basis. KBE will design, build, operate and maintain the Bukit Tagar Sanitary Landfill which is located at Mukim Sg. Tinggi, Hulu Selangor District in the State of Selangor. The concession grants the rights to KBE to receive waste from Dewan Bandaraya Kuala Lumpur ("DBKL") and in return to collect tipping fee in accordance to the concession agreement. The tipping fee is determined on phase-to-phase basis. Upon the termination of the concession, KBE shall transfer the project to DBKL without any further compensation.

(4) Landfill Gas Utilisation Project

This is a concession whereby KUB-Berjaya Energy Sdn Bhd, a wholly owned subsidiary company of KBE, generates electricity from biogas recovered from the Bukit Tagar Sanitary Landfill and solar source, and sells it to the national grid under the 'Feed-in-Tariff' ("FIT") scheme. This is achieved through:

- a renewable energy power purchase agreement ("REPPA") with Tenaga Nasional Berhad ("TNB") for the sale of 1.2 MW renewable energy under FIT for a duration of 16 years (expiring in June 2028) at the agreed rate of RM0.42/kWh;
- a REPPA with TNB for the sale of 3.2 MW renewable energy source under FIT for a duration of 16 years (expiring in December 2029) at the agreed rate of RM0.42/kWh;
- a REPPA with TNB for the sale of 2.0MW renewable energy under FIT for a duration of 16 years (expiring in December 2031) at the agreed rate of RM0.4669/kWh; and
- a REPPA with TNB for the sale of 0.125kWh solar power under FIT for a duration of 21 years (expiring in December 2034) at the agreed rate of RM1.0488/kWh.

(5) AWF Limited Water Supply Project

This is a concession granted by the People's Government of Longxi ("Longxi government") exclusively to AWF Limited ("AWF") to acquire, upgrade, operate and maintain the existing water supply facilities in Longxi Town, Boluo County, Huizhou City, Guangdong Province, People's Republic of China. AWF shall operate the concession through its three subsidiary companies, namely Boluo Longxi Zhiwang Water Supply Co Ltd ("Zhiwang") and Boluo Longxi Pengfa Water Supply Co Ltd ("Pengfa") which are wholly-owned by AWF, as well as Boluo Longxi Water Supply Co Ltd ("Longxi") which is 50% owned by C.A. Pioneer Holding Inc. Limited (a wholly-owned subsidiary company of AWF). The subsidiary companies are granted business licence period of 30 years, subject to renewal. Zhiwang, Pengfa and Longxi supply treated potable water to the entire Longxi Town territory and charge water tariff rates approved by the Pricing Bureau of Boluo County. The tariff rates shall be reviewed by the Longxi government upon application submitted by the operators when the increase in costs of supplying water warrants the tariff review. AWF, through its subsidiary companies, is obligated to improve the water supply distribution networks, maintain the normal operation of water supply and piping networks.

As at the reporting date, the concession assets for the service concession arrangements referred to in (1) and (2) above were reclassified to assets of disposal group (refer Notes 19 and 47(2)).

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12. INTANGIBLE ASSETS (CONTINUED)

12.2 Impairment test on goodwill

(1) Allocation of goodwill

Goodwill has been allocated to the Group's CGU identified according to business segments as follows:

	Group	
	2018 RM'000	2017 RM'000
Financial services	13,589	13,589
Property investment and development	214,344	214,422
Hotels and resorts	68,099	68,099
Restaurants	429,828	429,828
Marketing of consumer products and services	288,967	295,716
Multiple units without significant goodwill	7	7
	<u>1,014,834</u>	<u>1,021,661</u>

(2) Key assumptions used in VIU calculation and fair values less costs to sell of CGUs

The recoverable amount of a CGU is determined based on the higher of VIU or fair value less costs to sell if available of the respective CGUs. VIU is calculated using cash flow projections based on financial budgets covering a five-year period except for the gaming and related activities segment which use cash flow projections covering a ten-year period. Fair values less costs to sell are estimated based on the best information available in an active market to reflect the amount obtainable in an arm's length transaction, less costs of disposal.

The following describes each key assumption on which management based its cash flow projections for VIU calculations of CGUs to undertake impairment test on goodwill:

(a) Budgeted gross margins

The bases used to determine the values assigned to the budgeted gross margins are the average gross margins achieved in the year immediately before the budgeted year adjusted for expected efficiency improvements, market and economic conditions, internal resource efficiency and the expected stages of completion of property development projects, where applicable. For the financial services segment, the projections are also based on the assumption that there are no major changes to the premium and commission rates of stockbroking subsidiary companies.

(b) Growth rates

The weighted average growth rates used ranges are consistent with the long-term average growth rates for relevant industries, including the gaming business segment.

NOTES TO THE FINANCIAL STATEMENTS

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12. INTANGIBLE ASSETS (CONTINUED)

12.2 Impairment test on goodwill (continued)

(2) Key assumptions used in VIU calculation and fair values less costs to sell of CGUs (continued)

(c) Discount rates

The discount rates used for identified CGUs reflect the specific risks relating to the relevant business segments.

(d) Terminal growth rates

Terminal growth rates used for identified CGUs are based on the average anticipated growth rate of the respective economies.

The followings are the key assumptions used in the VIU calculations for the respective CGUs:

Group	Growth rate	Discount rate	Terminal growth rate
2018			
Financial services	2.00%	11.00%	-
Restaurants	1.00% - 2.00%	12.00% - 12.50%	2.00%
Marketing of consumer products and services	2.00%	7.80% - 13.00%	2.00%
2017			
Financial services	2.00%	12.00%	-
Gaming and related activities	4.30%	9.00%	1.50%
Restaurants	1.10% - 5.00%	12.00% - 12.50%	2.00%
Marketing of consumer products and services	3.00% - 4.00%	11.80% - 14.00%	2.00%

The recoverable amounts of the Hotels and resorts CGU and Property investment and development CGU are determined based on fair values less costs to sell. The fair values are estimated based on observable market prices of recent transactions of similar assets within the same industry and similar locations, which is categorised as level 2 in the fair value hierarchy.

(3) Sensitivity to changes in assumptions

The management believes that there are no reasonable possible change in any of the above key assumptions which would cause the carrying values of the CGU's allocated to all the other goodwill to materially exceed their recoverable amounts.

NOTES TO THE FINANCIAL STATEMENTS

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12. INTANGIBLE ASSETS (CONTINUED)

12.2 Impairment test on goodwill (continued)

(4) Recognition of impairment

In the previous financial year, the Group has assessed that certain CGUs were carried in excess of their VIU and recognised impairment of:

- (a) RM8,142,000 in respect of goodwill allocated to gaming and other related activities segment. The operations in this segment were affected by the continued challenging economic and regulatory environment in their respective jurisdictions. The recoverable amounts of the goodwill allocated to gaming and other related activities segment was Group's share of VIUs which amounted to RMNil.
- (b) RM897,000 in respect of goodwill allocated to property investment and development segment following the sale of foreign development project. Goodwill arising from this segment was impaired as the recoverable amount of the CGU, which was determined based on cash flow projections, was lower than its carrying amount.
- (c) RM539,000 in respect of goodwill allocated to restaurants segment. Goodwill arising from this segment was impaired as the recoverable amount of the CGU, which is determined based on cash flow projections, is lower than its carrying amount. The impairment recognised in the previous financial year was based on the recoverable amount of RM654,000.

The total impairment loss of RM9,578,000 in respect of goodwill in the previous financial year was accounted for in profit or loss as disclosed in Note 33(c)(i).

NOTES TO THE FINANCIAL STATEMENTS

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12. INTANGIBLE ASSETS (CONTINUED)

12.3 Impairment test on gaming rights

(1) Allocation of gaming rights

Gaming rights are allocated to the Group's lottery operations in Malaysia and the leasing of lottery equipment in the Philippines.

(2) Key assumptions used in VIU calculation and fair values less costs to sell of CGUs

The recoverable amount of a CGU is determined based on the higher of VIU or fair value less costs to sell if available of the respective CGUs. VIU is calculated using cash flow projections based on financial budgets covering a ten-year period.

The following describes each key assumption on which management based its cash flow projections for VIU calculations or fair values less costs to sell of CGUs to undertake impairment test on gaming rights:

(a) Budgeted gross margins

The bases used to determine the values assigned to the budgeted gross margins are the average gross margins achieved in the year immediately before the budgeted year adjusted for expected efficiency improvements, market and economic conditions and internal resource efficiency, where applicable.

(b) Growth rates

The weighted average growth rates used are in the ranges of 1.00% to 5.00% (2017: 1.00% to 5.00%) are consistent with the long-term average growth rates for the gaming industry.

(c) Discount rates

The discount rates used reflect the specific risks relating to the gaming and related activities segment. The post-tax discount rates, applied to post-tax cash flows, used is 9.00% (2017: 9.00% to 11.50%).

(d) Terminal growth rates

Terminal growth rates used are based on the average anticipated growth rate of the respective economies. The terminal growth rate used is 1.50% (2017: 1.50%).

NOTES TO THE FINANCIAL STATEMENTS

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12. INTANGIBLE ASSETS (CONTINUED)

12.3 Impairment test on gaming rights (continued)

(3) Sensitivity to changes in assumptions

For the Malaysian toto betting business segment, which goodwill has been fully impaired, the recoverable amount of its gaming rights based on VIU computation, remains sensitive towards possible negative changes in terminal and revenue growth rates due to the unforeseeable regulatory and economic changes.

Should the terminal growth rate decrease by 0.50% with all other variables held constant, the carrying amount of the gaming rights of the Malaysian toto betting business segment is expected to be impaired by RM168,330,000. Similarly, if no growth in revenue is anticipated in 2018, with all other variables remaining constant, the carrying amount of the gaming rights of the Malaysian toto betting business segment is expected to be impaired by RM49,321,000.

The management believes that there are no reasonable possible change in any of the key assumptions (apart from as described above) which would cause the carrying values of the CGU's allocated to all the other goodwill to materially exceed their recoverable amounts.

(4) Recognition of impairment

During the current financial year, the Group has assessed that recoverable amount of the gaming rights are carried in excess of the carrying amount of its CGU. The Group recognised a reversal of impairment loss of RM95,752,000 based on the Group's share of VIU which amounted to RM1,383,641,000.

In the previous financial year, the Group has assessed that the recoverable amount of the gaming rights are carried in excess of its recoverable amounts. The Group recognised an impairment loss of RM696,390,000 based on the Group's share of VIU which amounted to RM1,358,342,000.

The Group's share of reversal of impairment loss of RM95,752,000 (2017: impairment loss of RM696,390,000) are accounted in the fair value reserve.

NOTES TO THE FINANCIAL STATEMENTS

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12. INTANGIBLE ASSETS (CONTINUED)

12.4 Impairment testing on trademarks

(1) Key assumptions used in VIU calculation

The recoverable amount of a CGU is determined based on the VIUs calculation using:

- Cash flow projections for the estimated savings on royalties based on financial budgets covering a five-year period.
- Cash flow projections from financial budgets approved by management covering a five-year period.

(a) Estimated royalty rate

The estimated royalty rates used in impairment testing of the various trademarks are determined by referring to other royalty rates in similar businesses or the actual royalty rates.

(b) Growth rate

The growth rate used ranges between 2.00% to 3.00% (2017: 2.00% to 3.00%).

(c) Discount rate

The discount rates used for identified CGUs reflect the specific risks relating to the relevant business segments. The post-tax discount rates, applied to post-tax cash flows, used for identified CGUs are in the range of 4.65% to 14.04% (2017: 1.33% to 13.46%).

(2) Sensitivity to changes in assumptions

Management believes that no reasonably possible change in any of the above key assumptions would cause the carrying values of the CGUs to materially exceed their recoverable amounts.

NOTES TO THE FINANCIAL STATEMENTS

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12. INTANGIBLE ASSETS (CONTINUED)

12.5 Impairment testing on lottery business cooperation contract

(1) Key assumptions used in VIU calculation

The recoverable amount of the CGU is determined based on the VIU calculations using cash flow projections of financial budgets covering the contract period of eighteen years. The key assumptions used for VIU calculations are:

(a) Budgeted revenue and contracted partnership fee percentage

The VIU used in impairment testing of the lottery business contract is determined based on budgeted cash flows derived from the budgeted revenue agreed in the business cooperation contract multiplied by the contracted partnership fee percentage.

(b) Discount rate

The post-tax discount rate, applied to post-tax cash flows, used for the CGUs is 12.00% (2017: 10.00%).

(2) Sensitivity to changes in assumptions

Management believes that no reasonably possible change in any of the above key assumptions would cause the carrying values of the CGUs to materially exceed their recoverable amounts.

12.6 Impairment testing on concession assets relating to AWF Limited Water Supply Project

(1) Key assumptions used in VIU calculation

The recoverable amounts of the CGUs are determined based on VIU calculations using cash flow projections based on financial budgets covering various concession periods of twenty-two to twenty-eight years. The key assumptions used for VIU calculations are:

(a) Budgeted gross margin and growth rate

The basis used to determine the value assigned to the budgeted gross margin is the average gross margin and average growth rate achieved in the years before the budgeted year, adjusted for market and economic conditions and internal resource efficiency.

(b) Discount rate

The post-tax discount rate, applied to post-tax cash flows, used for the CGUs is 13.50% (2017: 13.50%).

(2) Sensitivity to changes in assumptions

The recoverable amount based on VIU computation is sensitive towards possible changes in discount rate due to anticipated economic changes and changes in demand of treated potable water under the concession in Guangdong Province, People's Republic of China.

Should the discount rate increase by 0.5%, the carrying amount of the concession asset is expected to be lower by about RM6,958,000.

(3) Recognition of Impairment

In the previous financial year, the Group has assessed that the CGU is carried at a value which is in excess of its VIU and recognised an impairment of RM33,008,000 in respect of its concession asset in Guangdong Province, People's Republic of China. The concession asset was impaired as the recoverable amount of the CGU was valued at RM105,605,000.

NOTES TO THE FINANCIAL STATEMENTS

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12. INTANGIBLE ASSETS (CONTINUED)

12.7 Impairment testing on dealership rights

(1) Key assumptions used in VIU calculation

The recoverable amounts of the CGU is determined based on VIU calculations using cash flow projections based on financial budgets covering five-year period. The key assumptions used for VIU calculations are:

(a) Budgeted gross margin and growth rate

The basis used to determine the value assigned to the budgeted gross margin is the average gross margin and average growth rate achieved in the years before the budgeted year, adjusted for market and economic conditions and internal resource efficiency.

(b) Discount rate

The post-tax discount rate, applied to post-tax cash flows, used for the CGU is in the range of 7.80% to 11.80% (2017 : 7.80% to 11.80%).

(2) Sensitivity to changes in assumptions

The management believes that there are no reasonable possible change in any of the above key assumptions which would cause the carrying values of the CGU's allocated to the dealership rights to materially exceed their recoverable amounts.

12.8 Impairment testing on telecommunications licences with allocated spectrum

The recoverable amounts of the telecommunication licences with allocated spectrum are determined using the market comparable approach based on a valuation carried out by an independent firm of professional valuers. The fair value is categorised as level 3 in the fair value hierarchy.

NOTES TO THE FINANCIAL STATEMENTS

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13. DEVELOPMENT PROPERTIES

	Group	
	2018 RM'000	2017 RM'000
At cost:		
At beginning of year:		
- freehold land	347,023	319,257
- long leasehold land	6,410	6,142
- land use rights	-	1
- development costs	1,938,048	1,534,828
	<u>2,291,481</u>	<u>1,860,228</u>
Costs incurred during the year:		
- freehold land	7,742	-
- development costs	248,364	357,258
	<u>256,106</u>	<u>357,258</u>
Disposals:		
- long leasehold land	-	(1)
- land use right	-	(1)
- development costs	-	(6,258)
	<u>-</u>	<u>(6,260)</u>
Costs recognised in profit or loss:		
At beginning of year	(1,313,107)	(1,007,008)
Recognised during the year	(174,153)	(306,099)
Elimination due to completion of projects	780,169	-
At end of year	<u>(707,091)</u>	<u>(1,313,107)</u>
Transfers/Adjustments during the year:		
- from land held for development (Note 6)	18,540	51,109
- to inventories	(755,327)	-
- from property, plant and equipment (Note 3)	-	7,279
- to intangible assets	-	(200)
	<u>(736,787)</u>	<u>58,188</u>
Exchange differences	(12,911)	22,067
Costs eliminated during the year due to completion of projects:		
- freehold land	(91,987)	-
- development costs	(688,182)	-
	<u>(780,169)</u>	<u>-</u>
Accumulated impairment losses:		
At beginning of year	-	(5,827)
Write-off/Reversal of impairment for the year	-	5,827
At end of year	<u>-</u>	<u>-</u>
Carrying value at end of year	<u>310,629</u>	<u>978,374</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

13. DEVELOPMENT PROPERTIES (CONTINUED)

Included in development expenditure is interest capitalised for the year of RM1,588,000 (2017: RM3,322,000).

Development properties with carrying value of RM54,665,000 (2017: RM223,077,000) have been pledged to financial institutions for credit facilities granted to certain subsidiary companies.

14. INVENTORIES

	Group	
	2018 RM'000	2017 RM'000
At cost:		
Raw materials	54,040	27,700
Work-in-progress	3,405	7,356
Finished goods and inventories for resale	444,991	563,033
Property inventories	1,121,030	403,937
Gaming equipment components and parts	6,800	28,657
Stores and consumables	41,382	27,885
Ticket inventories	4,076	4,741
	<u>1,675,724</u>	<u>1,063,309</u>
At net realisable value:		
Finished goods and inventories for resale	85,410	89,636
Property inventories	960	960
Stores and consumables	1,346	1,793
	<u>87,716</u>	<u>92,389</u>
At fair value:		
Trading account securities	884	1,017
	<u>1,764,324</u>	<u>1,156,715</u>

Trading account securities, which principally represent investment in shares quoted in Malaysia, have a market value as at reporting date of RM884,000 (2017: RM1,017,000).

Property inventories with carrying value of RM812,536,000 (2017: RM66,307,000) have been pledged to financial institutions for credit facilities granted to certain subsidiary companies.

The cost of inventories recognised as an expense during the financial year in the Group amounted to RM2,807,320,000 (2017: RM3,227,896,000).

Certain inventories are pledged for manufacturers and other third party vehicle stocking loans as disclosed in Note 29.

NOTES TO THE FINANCIAL STATEMENTS

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15. TRADE AND OTHER RECEIVABLES

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
<u>Trade receivables</u>				
Money lending receivables	-	10	-	-
Other trade receivables	625,850	682,836	16,224	9,735
Hire purchase receivables	29,401	29,960	-	-
Unearned carrying charges	(6,866)	(6,358)	-	-
	<u>22,535</u>	<u>23,602</u>	<u>-</u>	<u>-</u>
	<u>648,385</u>	<u>706,448</u>	<u>16,224</u>	<u>9,735</u>
Less: Allowance for impairment				
- trade receivables	(52,652)	(50,764)	-	-
- hire purchase receivables	(15,697)	(13,057)	-	-
	<u>(68,349)</u>	<u>(63,821)</u>	<u>-</u>	<u>-</u>
Trade receivables, net	<u>580,036</u>	<u>642,627</u>	<u>16,224</u>	<u>9,735</u>
<u>Other receivables</u>				
Sundry receivables	422,344	1,147,124	2,898	5,960
Refundable deposits	93,653	85,692	2	2
Amounts due from:				
- subsidiary companies	-	-	1,633,194	5,097,987
- associated companies	190,448	178,150	-	-
- joint ventures	210,797	-	-	-
	<u>917,242</u>	<u>1,410,966</u>	<u>1,636,094</u>	<u>5,103,949</u>
Less: Allowance for impairment	(235,476)	(228,341)	-	-
	<u>681,766</u>	<u>1,182,625</u>	<u>1,636,094</u>	<u>5,103,949</u>
<u>Other current assets</u>				
Sundry receivables	78,492	74,457	9,708	10,308
Prepayments	185,931	178,261	498	533
Dividend receivable	9,846	2,952	-	1,202
Deposits for acquisition of assets	3,756	7,202	-	-
Accrued billings in respect of property development costs/property sales	5,858	46,119	-	-
	<u>283,883</u>	<u>308,991</u>	<u>10,206</u>	<u>12,043</u>
	<u>1,545,685</u>	<u>2,134,243</u>	<u>1,662,524</u>	<u>5,125,727</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

15. TRADE AND OTHER RECEIVABLES (CONTINUED)

The Group's normal credit terms are as follows:

- Non-margin clients and brokers	3 market days in accordance with the Bursa Malaysia Fixed Delivery and Settlement System ("FDSS") trading rules.
- Clients margin call future contracts	3 market days in accordance with the Bursa Malaysia Derivatives Berhad guidelines.
- Hire purchase and leasing receivables	36 months to 108 months.
- Money lending, share and club financing receivables	12 months to 84 months.
- Other trade receivables	1 day to 90 days.

The credit terms for other trade receivables are assessed and approved on a case-by-case basis.

15.1 Trade receivables

(1) Ageing analysis of trade receivables

The ageing analysis of the Group's trade receivables is as follows:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Neither past due nor impaired	376,594	417,630	16,224	9,735
1 to 30 days past due not impaired	67,075	62,591	-	-
31 to 60 days past due not impaired	20,352	22,151	-	-
61 to 90 days past due not impaired	13,980	11,868	-	-
More than 90 days past due not impaired	100,214	128,377	-	-
	201,621	224,987	-	-
Impaired	70,170	63,831	-	-
	<u>648,385</u>	<u>706,448</u>	<u>16,224</u>	<u>9,735</u>

(2) Receivables that are neither past due nor impaired

Trade and other receivables that are neither past due nor impaired are creditworthy debtors with good payment records with the Group.

(3) Receivables that are past due but not impaired

The Group has trade receivables amounting to RM201,621,000 (2017: RM224,987,000) that are past due at the reporting date but not impaired. This includes mainly trade receivables past due for technical or strategic reasons and there is no concern on the credit worthiness of the counter parties and the recoverability of these debts.

NOTES TO THE FINANCIAL STATEMENTS

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15. TRADE AND OTHER RECEIVABLES (CONTINUED)

15.1 Trade receivables (continued)

(4) Receivables that are impaired

The Group's trade receivables that are impaired at the reporting date and the movement of the allowance accounts used to record the impairment are as follows:

	Group	
	2018 RM'000	2017 RM'000
Trade receivables - nominal amounts	70,170	63,831
Less: Allowance for impairment	(68,349)	(63,821)
	<u>1,821</u>	<u>10</u>

Movement in allowance accounts:

	Group	
	2018 RM'000	2017 RM'000
At beginning of year	63,821	66,635
Charge for the year (Note 33)	9,150	4,575
Reversal of impairment loss	(3,326)	(2,740)
Written off	(378)	(5,127)
Exchange differences	(918)	478
At end of year	<u>68,349</u>	<u>63,821</u>

Trade receivables that are individually determined to be impaired at the reporting date relate to debtors that are in significant financial difficulties and have defaulted on payments. These receivables are not secured by any collateral or credit enhancements.

Management conducts periodic assessment on its trade receivable balances on account-by-account basis. Hence, all impairment losses are provided for specific trade receivable balances. Management are of the opinion that there are no further factors that warrants the consideration of additional impairment losses on a collective basis.

15.2 Other receivables

Movements in allowance accounts:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
At beginning of year	228,341	235,989	-	1,509
Charge for the year (Note 33)	14,014	16,191	-	-
Reversal of impairment loss	(284)	(23,186)	-	(616)
Written off	(4,727)	(2,281)	-	(893)
Exchange differences	(1,868)	1,628	-	-
At end of year	<u>235,476</u>	<u>228,341</u>	<u>-</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

15. TRADE AND OTHER RECEIVABLES (CONTINUED)

15.2 Other receivables (continued)

Included in sundry receivables of the Group is an amount of approximately RM8.7 million (2017: RM8.7 million) paid for certain theme park equipment whereby the construction of the theme park has been deferred indefinitely. Full allowance for doubtful debts has been made for this amount.

In the previous financial year, included in sundry receivables was an amount receivable of RM598,884,000 being the balance of consideration for the disposal of the Great Mall Project. This amount was subsequently reclassified to other long term receivables in the current financial year (refer to Note 11(d)).

The amounts due from subsidiary companies are unsecured and repayable on demand. Amounts totalling RM1,633,165,000 (2017: RM1,346,739,000) bear interest, while the rest are non-interest bearing.

The amounts owing by associated companies of the Group are unsecured, repayable on demand and non-interest bearing except for a gross amount totalling RM94,891,000 (2017: RM77,513,000) which are interest bearing.

The amounts owing by joint ventures are unsecured, interest bearing and is expected to be settled within the next 12 months.

15.3 Other current assets

Sundry receivables of the Group comprise advance payments of RM38,533,000 (2017: RM39,029,000) made in respect of property development project of the Group's foreign venture.

16. SHORT TERM INVESTMENTS

	Group	
	2018 RM'000	2017 RM'000
Unit trust funds in Malaysia, at fair value	44,362	11,927

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17. DEPOSITS WITH FINANCIAL INSTITUTIONS

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Deposits with:				
Licensed banks	689,289	618,431	116,036	49,825
Other financial institutions	21,541	17,593	-	-
	<u>710,830</u>	<u>636,024</u>	<u>116,036</u>	<u>49,825</u>

Included in deposits of the Group are:

- (1) remisers' deposits held in trust of RM12,380,000 (2017: RM13,087,000); and
- (2) amounts held in sinking funds and trust accounts of RM23,347,000 (2017: RM26,488,000) for the operations of recreational clubs and time share operations.

The amounts which are restricted in usage and do not form part of cash and cash equivalents are as follows:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Monies held in debt service reserve accounts	50,186	53,879	963	2,039
Monies pledged with financial institutions	77,035	104,036	16,715	47,786
Deposits maturing more than 3 months of reporting date	13,784	4,223	-	-
	<u>141,005</u>	<u>162,138</u>	<u>17,678</u>	<u>49,825</u>

The range of interest rates per annum of deposits as at reporting date was as follows:

	Group		Company	
	2018 %	2017 %	2018 %	2017 %
Licensed banks	0.27 - 3.95	0.25 - 6.80	3.00 - 3.95	2.20 - 3.30
Other financial institutions	1.68	1.03	-	-

The range of maturities of deposits as at reporting date was as follows:

	Group		Company	
	2018 Days	2017 Days	2018 Days	2017 Days
Licensed banks	1 - 104	1 - 118	2 - 99	18 - 98
Other financial institutions	26	74	-	-

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30 APRIL 2018

18. CASH AND BANK BALANCES

Included in cash and bank balances are:

- (1) amounts totalling RM167,630,000 (2017: RM69,572,000) held pursuant to Section 7A of the Housing Developers (Control and Licensing) Act, 1966;
- (2) remisiers' deposits of RM262,000 (2017: RM119,000) held in trust; and
- (3) monies held for the operations of recreational clubs and time share operations amounting to RM495,000 (2017: RM695,000).

The amounts which are restricted in usage and do not form part of cash and cash equivalents are as follows:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Monies held in debt service reserve accounts	44,794	52,119	32,566	34,398
Monies pledged with financial institutions	1,867	1,594	-	-
Monies held in escrow (Note)	47	14,625	-	-
	<u>46,708</u>	<u>68,338</u>	<u>32,566</u>	<u>34,398</u>

Note:

The amounts are for credit facilities granted to a subsidiary company.

19. ASSETS OF DISPOSAL GROUPS/NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE

19.1 Current financial year

Included in disposal group/non-current assets classified as held for sale on the statements of financial position of the Group and of the Company as at 30 April 2018 are the following:

- (1) the assets and liabilities of a subsidiary company, DSG Holdings Limited. The disposal was completed subsequent to the financial year end (refer Note 47(2));
- (2) the carrying amount of an associated company, BVFC of RM145,373,000. During the current financial year, the Company's wholly-owned subsidiary, BLCL received a refundable deposit of USD15.0 million (equivalent to about RM58.734 million). Subsequent to the year end, BLCL entered into a Capital Transfer Agreement ("CTA") to dispose of its entire 32.5% equity interest in BVFC. Details of the proposed disposal are disclosed in Note 47(1);
- (3) the carrying amount of an unquoted investment, BVIUT of RM5,376,000. As disclosed in Note 47(1), BLCL intended to dispose BVIUT to the buyers of BVFC or their affiliates; and
- (4) the assets and liabilities of a subsidiary company, Berjaya Long Beach Limited Liability Company ("BLong Beach"). In the previous financial year, BLCL entered into a CTA to dispose of its entire 70% equity interest in BLong Beach for VND333.25 billion (equivalent to about RM57.32 million).

As of reporting date, the proposed disposals of items (2) and (4) are pending completion as certain terms and conditions in the respective CTAs are still unfulfilled. The proposed disposal of item (3) are in the process of negotiation.

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19. ASSETS OF DISPOSAL GROUPS/NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE (CONTINUED)

19.2 Previous financial year

Included in disposal group/non-current assets classified as held for sale on the statements of financial position of the Group as at 30 April 2017 are the following:

- (1) assets and liabilities of a subsidiary company, BLongBeach; the disposal is pending for completion subsequent to current year end; and
- (2) a parcel of land with buildings with carrying amount of RM546,000. The disposal was completed during the current financial year.

19.3 Details of assets and liabilities classified as disposal groups and assets held for sale:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Assets				
Property, plant and equipment	41,951	41,636	-	-
Intangible assets	159,830	-	-	-
Other long term receivables	11,095	-	-	-
Inventories	3,477	109	-	-
Trade and other receivables	40,924	1,008	-	-
Cash and bank balances	46,935	163	-	-
Assets of disposal groups classified as held for sale	304,212	42,916	-	-
Non-current assets classified as held for sale				
- Freehold land	-	290	-	-
- Buildings	-	256	-	-
- Investment in subsidiary company	-	-	77,910	-
- Associated company	145,372	-	-	-
- Investment	5,376	-	-	-
- Amounts due from BVFC and BVIUT	34,528	-	-	-
	185,276	546	77,910	-
Assets of disposal groups/Non-current assets classified as held for sale	489,488	43,462	77,910	-
Liabilities				
Borrowings	15,663	-	-	-
Payables	25,711	2,775	-	-
Other liabilities and provisions	5,006	-	-	-
Liabilities directly associated with disposal groups classified as held for sale	46,380	2,775	-	-
Cash and cash equivalents				
Cash and bank balances, representing cash and cash equivalents of the disposal groups classified as held for sale	46,935	163	-	-

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20. SHARE CAPITAL

	Group and Company			
	Number of shares		Share capital	
	2018 '000	2017 '000	2018 RM'000	2017 RM'000
Issued and fully paid:				
At beginning of year	4,923,591	4,673,180	4,930,556	4,673,180
Arising from conversion of BCorp ICULS	-	250,411	-	250,411
	<u>4,923,591</u>	<u>4,923,591</u>	<u>4,930,556</u>	<u>4,923,591</u>
Transfer pursuant to S618(2) of Companies Act 2016	-	-	-	6,965
At end of year	<u>4,923,591</u>	<u>4,923,591</u>	<u>4,930,556</u>	<u>4,930,556</u>

Note:

The holders of ordinary shares (other than treasury shares) are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All the ordinary shares (other than treasury shares) rank equally with regard to the Company's residual assets.

21. IRREDEEMABLE CONVERTIBLE UNSECURED LOAN STOCKS

Equity component

	Group and Company	
	2018 RM'000	2017 RM'000
5% Irredeemable Convertible Unsecured Loan Stocks April 2012/2022 (Note a)	253,508	253,608
2% Irredeemable Convertible Unsecured Loan Stocks May 2016/2026 (Note b)	53,231	53,240
	<u>306,739</u>	<u>306,848</u>

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21. IRREDEEMABLE CONVERTIBLE UNSECURED LOAN STOCKS (CONTINUED)

Equity component (continued)

Notes:

(a) 5% Irredeemable Convertible Unsecured Loan Stocks April 2012/2022

The BCorp ICULS 2012/2022 at nominal value of RM1.00 each were constituted by a Trust Deed dated 9 April 2012 made between the Company and the Trustee for the holders of the BCorp ICULS 2012/2022. The main features of BCorp ICULS 2012/2022 are as follows:

- The BCorp ICULS 2012/2022 shall be convertible into ordinary shares of the Company during the period from 26 April 2012 to the maturity date on 25 April 2022 by surrendering one RM1.00 nominal value of BCorp ICULS 2012/2022 for one new ordinary share of the Company.
- Upon conversion of the BCorp ICULS 2012/2022 into new ordinary shares, such shares shall rank pari passu in all respects with the ordinary shares of the Company in issue at the time of conversion except that they shall not be entitled to any dividend or other distributions declared in respect of a financial period prior to the financial period in which the BCorp ICULS 2012/2022 are converted or any interim dividend declared prior to the date of conversion of the BCorp ICULS 2012/2022.
- The interest on the BCorp ICULS 2012/2022 is payable semi-annually in arrears.

In the financial year ended 30 April 2012, 700,109,520 BCorp ICULS 2012/2022 were issued pursuant to a renounceable rights issue on the basis of one BCorp ICULS 2012/2022 with free detachable warrants for every six existing ordinary shares of RM1.00 each held at an issue price of RM1.00 on 26 April 2012. The BCorp ICULS 2012/2022 were listed on Bursa Malaysia on 26 April 2012.

During the financial year, no (2017: Nil) BCorp ICULS 2012/2022 was converted into ordinary shares of the Company.

The outstanding BCorp ICULS 2012/2022 as at 30 April 2018 was 644,998,000 (2017: 644,998,000) units at the Group and Company levels.

BCorp ICULS 2012/2022 – Equity Component Movement

	Group and Company	
	2018	2017
	RM'000	RM'000
At beginning of year	253,608	253,608
Reclassification from equity component to liability component	(100)	-
At end of year	<u>253,508</u>	<u>253,608</u>

NOTES TO THE FINANCIAL STATEMENTS

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21. IRREDEEMABLE CONVERTIBLE UNSECURED LOAN STOCKS (CONTINUED)

Equity component (continued)

Notes (continued):

(b) 2% Irredeemable Convertible Unsecured Loan Stocks May 2016/2026

The BCorp ICULS 2016/2026 at nominal value of RM1.00 each were constituted by a Trust Deed dated 30 May 2016 made between the Company and the Trustee for the holders of the BCorp ICULS 2016/2026. The main features of BCorp ICULS 2016/2026 are as follows:

- The BCorp ICULS 2016/2026 shall be convertible into ordinary shares of the Company during the period from 31 May 2016 to the maturity date on 29 May 2026 by surrendering one RM1.00 nominal value of BCorp ICULS 2016/2026 for one new ordinary share of the Company.
- Upon conversion of the BCorp ICULS 2016/2026 into new ordinary shares, such shares shall rank pari passu in all respects with the ordinary shares of the Company in issue at the time of conversion except that they shall not be entitled to any dividend or other distributions declared in respect of a financial period prior to the financial period in which the BCorp ICULS 2016/2026 are converted or any interim dividend declared prior to the date of conversion of the BCorp ICULS 2016/2026.
- The interest on the BCorp ICULS 2016/2026 is payable semi-annually in arrears.

In the financial year ended 30 April 2017, 353,248,340 BCorp ICULS 2016/2026 together with 706,496,680 free detachable warrants were issued at its nominal value to partially settle on behalf of Juara Sejati Sdn Bhd for its acquisition of 12.00% equity interest in Bland for a purchase consideration of RM419.11 million. The balance of the purchase consideration was settled with a cash payment of RM65.86 million. The BCorp ICULS 2016/2026 were listed on Bursa Malaysia on 2 June 2016.

During the financial year, no (2017: 250,411,260) BCorp ICULS 2016/2026 were converted into ordinary shares of the Company.

The outstanding BCorp ICULS 2016/2026 as at 30 April 2018 was 102,837,080 (2017: 102,837,080) units at the Group and Company levels.

BCorp ICULS 2016/2026 – Equity Component Movement

	Group and Company	
	2018 RM'000	2017 RM'000
At beginning of year	53,240	-
Issued during the year	-	187,061
Reclassification from equity component to deferred tax	(9)	-
Deferred tax effects on issuance	-	(4,209)
Converted into shares of the Company	-	(132,604)
Deferred tax effects on conversion	-	2,992
At end of year	<u>53,231</u>	<u>53,240</u>

NOTES TO THE FINANCIAL STATEMENTS

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21. IRREDEEMABLE CONVERTIBLE UNSECURED LOAN STOCKS (CONTINUED)

Liability component

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Non-current portion				
5% Irredeemable Convertible Unsecured Loan Stocks April 2012/2022 (Note a)	114,339	137,103	114,339	137,103
2% Irredeemable Convertible Unsecured Loan Stocks May 2016/2026 (Note b)	13,820	15,064	13,820	15,064
2.75% Irredeemable Convertible Unsecured Loan Stocks March 2010/2020 (Note c)	34	111	-	-
	<u>128,193</u>	<u>152,278</u>	<u>128,159</u>	<u>152,167</u>

Notes:

- (a) 5% Irredeemable Convertible Unsecured Loan Stocks April 2012/2022

BCorp ICULS 2012/2022 – Liability Component Movement

	Group and Company	
	2018 RM'000	2017 RM'000
At beginning of year	137,103	158,582
Accrual of interest	9,322	10,771
Payment of interest	(32,186)	(32,250)
Reclassification from equity component to liability component	100	-
At end of year	<u>114,339</u>	<u>137,103</u>

- (b) 2% Irredeemable Convertible Unsecured Loan Stocks May 2016/2026

BCorp ICULS 2016/2026 – Liability Component Movement

	Group and Company	
	2018 RM'000	2017 RM'000
At beginning of year	15,064	-
Issued during the year	-	53,147
Accrual of interest	813	1,065
Payment of interest	(2,057)	(1,566)
Converted into shares of the Company	-	(37,582)
At end of year	<u>13,820</u>	<u>15,064</u>

NOTES TO THE FINANCIAL STATEMENTS

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21. IRREDEEMABLE CONVERTIBLE UNSECURED LOAN STOCKS (CONTINUED)

Liability component (continued)

Notes (continued):

- (c) 2.75% Irredeemable Convertible Unsecured Loan Stocks March 2010/2020 ("REDtone ICULS")

The REDtone ICULS at nominal value of RM0.10 each were constituted by a Trust Deed dated 20 January 2010 made between REDtone and the Trustee for the holders of the REDtone ICULS. The main features of the REDtone ICULS are as follows:

- The REDtone ICULS shall be convertible into ordinary shares of the subsidiary company during the period from 4 March 2010 to the maturity date on 4 March 2020, at the rate of ten (10) RM0.10 nominal amount of REDtone ICULS for four (4) ordinary shares in the subsidiary company.
- Upon conversion of the REDtone ICULS into new ordinary shares, such shares shall rank pari passu in all material respects with the existing ordinary shares of the subsidiary company in issue at the date of allotment of the new ordinary shares except the newly converted ordinary shares shall not be entitled to any rights, allotments of dividends, and/or other distribution if the dividend entitlement date is on or before the relevant conversation date.
- The REDtone ICULS carry interest at the rate of 2.75% per annum on the nominal value of the REDtone ICULS commencing March 2010 and is payable annually in arrears on March each year.

REDtone ICULS – Liability Component Movement

	Group	
	2018 RM'000	2017 RM'000
At beginning of year	111	149
Converted into REDtone ordinary shares during the financial year	(77)	(38)
At end of year	<u>34</u>	<u>111</u>

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22. RESERVES

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Capital reserves (Note a)	224,820	230,150	-	-
Fair value reserves (Note b)	167,227	130,788	-	-
AFS reserves (Note c)	2,832	1,079	-	-
Reserve of disposal group classified as held for sale	111,775	-	-	-
Foreign currency translation reserves	87,665	180,868	4,188	(730)
Consolidation reserve (Note d)	(626,840)	(660,083)	-	-
Employees' share plan reserve (Note e)	1,524	243	-	-
Warrants reserve (Note f)	258,797	258,797	260,057	260,057
	227,800	141,842	264,245	259,327
Retained earnings (Note g)	1,379,389	1,809,728	662,903	663,091
	<u>1,607,189</u>	<u>1,951,570</u>	<u>927,148</u>	<u>922,418</u>

Notes:

- The capital reserves represent the amount capitalised for bonus issue by subsidiary companies and share of capital reserves of associated companies.
- The fair value reserves arose mainly from the increase in equity interests of the Group in BToto, whereby BToto became a subsidiary company in the financial year ended 30 April 2008, which resulted in the identification and recognition of gaming rights which was included in intangible assets on the consolidated statement of financial position (Note 12). The reserves also include other fair value adjustments relating to transfers of property, plant and equipment to investment properties in accordance to FRS 116: Property, Plant and Equipment.
- The AFS reserves represent the cumulative fair value changes, net of tax, of available-for-sale financial assets, which would be recognised in profit or loss upon disposal or impairment.
- The consolidation reserve comprises the consolidation effects of changes in the Group's equity interests in subsidiary companies which do not result in loss of control.
- The employees' share plan reserve represents the equity-settled share options granted to employees of a subsidiary company. The share option reserve is made up of the cumulative value of services received from employees recorded over the vesting period commencing from the grant date of the share options and are reduced by the expiry, forfeiture or exercise of the share options.
- The warrants reserve comprised the following warrants:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Warrants expiring on 22 April 2022 (Note f(i))	145,758	145,758	147,018	147,018
Warrants expiring on 29 May 2026 (Note f(ii))	113,039	113,039	113,039	113,039
	<u>258,797</u>	<u>258,797</u>	<u>260,057</u>	<u>260,057</u>

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22. RESERVES (CONTINUED)

Notes (continued):

(f) The warrants reserve comprised the following warrants (continued):

- (i) On 23 April 2012, the Company issued 700,109,520 10-year Warrants 2012/2022 ("Warrants 2012/2022") pursuant to the rights issue of BCorp ICULS 2012/2022. The Warrants 2012/2022 are constituted by a deed poll dated 6 March 2012. The Warrants 2012/2022 were listed on Bursa Malaysia on 26 April 2012. During the financial year, no Warrants 2012/2022 were exercised. The outstanding Warrants 2012/2022 as at 30 April 2018 was 694,085,842 (2017: 694,085,842) units at Group level and 700,085,842 (2017: 700,085,842) units at Company level.

The main features of the Warrants 2012/2022 were as follows:

- Each Warrant 2012/2022 entitles the registered holder at any time during the exercise period to subscribe for one new ordinary share in the Company at an exercise price of RM1.00 per ordinary share.
- The exercise price and the number of Warrants 2012/2022 are subject to adjustment in the event of alteration to the share capital, bonus issue, capital distribution and rights issue by the Company in accordance with the conditions provided in the deed poll.
- The Warrants 2012/2022 shall be exercisable at any time within the period commencing on and including the date of issue of the Warrants 2012/2022 and ending on the date preceding the tenth anniversary of the date of issue of the Warrants 2012/2022.
- Upon exercise of the Warrants 2012/2022 into new ordinary shares, such shares shall rank pari passu in all respects with the ordinary shares of the Company in issue at the time of exercise except that they shall not be entitled to any dividend or other distributions declared in respect of a financial period prior to the financial period in which the Warrants 2012/2022 are exercised or any interim dividend declared prior to the date of exercise of the Warrants 2012/2022.
- At the expiry of the exercise period on 22 April 2022, any Warrant 2012/2022 which has not been exercised will lapse and cease to be valid for any purposes.

The value allocated to one unit of Warrant 2012/2022 was based on the proportion of the fair value of one unit of Warrant 2012/2022, being the fair value of Warrant 2012/2022 on the first day of its listing, over the combined fair values of the equity and liability components of the BCorp ICULS 2012/2022 and the Warrant 2012/2022 to the issue price of the BCorp ICULS 2012/2022 of RM1.00 each.

Warrants 2012/2022 Movement

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
At beginning/end of year	145,758	145,758	147,018	147,018

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22. RESERVES (CONTINUED)

Notes (continued):

- (f) The warrants reserve comprised the following warrants (continued):
- (ii) On 31 May 2016, the Company issued 706,496,680 10-year Warrants 2016/2026 ("Warrants 2016/2026") pursuant to the issue of BCorp ICULS 2016/2026 (two units of Warrants 2016/2026 for one unit of BCorp ICULS 2016/2026 issued). The Warrants 2016/2026 are constituted by a deed poll dated 30 May 2016. The Warrants 2016/2026 were listed on Bursa Malaysia on 2 June 2016. During the financial year, no Warrants 2016/2026 were exercised. The outstanding Warrants 2016/2026 as at 30 April 2018 was 706,496,680 (2017: 706,496,680) units at Group and Company levels.

The main features of the Warrants 2016/2026 were as follows:

- Each Warrant 2016/2026 entitles the registered holder at any time during the exercise period to subscribe for one new ordinary share in the Company at an exercise price of RM1.00 per ordinary share.
- The exercise price and the number of Warrants 2016/2026 are subject to adjustment in the event of alteration to the share capital, bonus issue, capital distribution and rights issue by the Company in accordance with the conditions provided in the deed poll.
- The Warrants 2016/2026 shall be exercisable at any time within the period commencing on and including the date of issue of the Warrants 2016/2026 and ending on the date preceding the tenth anniversary of the date of issue of the Warrants 2016/2026.
- Upon exercise of the Warrants 2016/2026 into new ordinary shares, such shares shall rank pari passu in all respects with the ordinary shares of the Company in issue at the time of exercise except that they shall not be entitled to any dividend or other distributions declared in respect of a financial period prior to the financial period in which the Warrants 2016/2026 are exercised or any interim dividend declared prior to the date of exercise of the Warrants 2016/2026.
- At the expiry of the exercise period on 29 May 2026, any Warrant 2016/2026 which has not been exercised will lapse and cease to be valid for any purposes.

The value allocated to one unit of Warrant 2016/2026 was based on the proportion of the fair value of one unit of Warrant 2016/2026, being the fair value of Warrant 2016/2026 on the first day of its listing, over the combined fair values of the equity and liability components of one unit of BCorp ICULS 2016/2026 and two units of Warrant 2016/2026 to the issue price of the BCorp ICULS 2016/2026 of RM1.00 each.

Warrants 2016/2026 Movement

	Group and Company	
	2018	2017
	RM'000	RM'000
At beginning of year	113,039	-
Issued during the year	-	113,039
At end of year	<u>113,039</u>	<u>113,039</u>

- (g) Subject to Section 131 of the Companies Act 2016, the entire retained earnings of the Company is available for distribution as single-tier dividends.

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23. TREASURY SHARES

	Group and Company Ordinary shares			
	2018 No. of shares '000	2017 No. of shares '000	2018 RM'000	2017 RM'000
At beginning of year	48,008	182,000	33,669	130,399
Shares bought back	-	8,000	-	2,850
Distributed as share dividend	-	(141,992)	-	(99,580)
At end of year	<u>48,008</u>	<u>48,008</u>	<u>33,669</u>	<u>33,669</u>

Pursuant to an Extraordinary General Meeting ("EGM") held on 23 July 2008, the Company obtained a shareholders' mandate to undertake the purchase of up to 10% of the issued and paid-up share capital of the Company at the time of purchase.

The renewal of the Company's mandate relating to the share buyback of up to 10% of the existing total paid-up share capital, inclusive of all treasury shares that have been bought back, was approved by the shareholders of the Company at the Annual General Meeting held on 20 October 2016.

During the financial year, the Company did not buy back any share from the open market. In the previous financial year, the Company bought back 8,000,000 shares from the open market for RM2,850,000 or at an average price of RM0.36 per share. The shares bought back are held as treasury shares and none of the shares were cancelled.

In the previous financial year, the Company distributed about 141,992,000 treasury shares on the basis of three treasury shares for every one hundred existing ordinary shares with voting rights held as share dividend. The share dividend was distributed on 30 December 2016.

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24. LONG TERM BORROWINGS

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Secured:				
Term loans (Note a)	2,175,464	2,702,615	328,082	275,434
Portion repayable within 12 months included under short term borrowings (Note 29)	(541,316)	(818,756)	(96,801)	(95,995)
	<u>1,634,148</u>	<u>1,883,859</u>	<u>231,281</u>	<u>179,439</u>
Medium term notes (Note b)	1,399,221	1,423,700	-	-
Portion repayable within 12 months included under short term borrowings (Note 29)	(524,701)	(529,480)	-	-
	<u>874,520</u>	<u>894,220</u>	<u>-</u>	<u>-</u>
Revolving credits	973,399	449,813	599,726	211,988
Block discounting payables (Note c)	32,389	28,010	-	-
Unexpired interest	(3,353)	(2,769)	-	-
	<u>29,036</u>	<u>25,241</u>	<u>-</u>	<u>-</u>
Portion repayable within 12 months included under short term borrowings (Note 29)	(9,054)	(8,934)	-	-
	<u>19,982</u>	<u>16,307</u>	<u>-</u>	<u>-</u>
Hire purchase and leasing payables (Note d)	102,298	112,305	1,540	983
Portion repayable within 12 months included under short term borrowings (Note 29)	(17,293)	(95,416)	(394)	(278)
	<u>85,005</u>	<u>16,889</u>	<u>1,146</u>	<u>705</u>
	<u>3,587,054</u>	<u>3,261,088</u>	<u>832,153</u>	<u>392,132</u>
Unsecured:				
Term loans	-	41,852	-	-
Portion repayable within 12 months included under short term borrowings (Note 29)	-	(3,782)	-	-
	<u>-</u>	<u>38,070</u>	<u>-</u>	<u>-</u>
Other borrowings	-	5,308	-	-
	<u>-</u>	<u>43,378</u>	<u>-</u>	<u>-</u>
	<u>3,587,054</u>	<u>3,304,466</u>	<u>832,153</u>	<u>392,132</u>

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24. LONG TERM BORROWINGS (CONTINUED)

The terms of the long term borrowings outstanding are as follows:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Long term borrowings				
Amounts repayable:				
More than one year				
but not later than two years	1,680,244	1,649,367	298,934	148,303
More than two years				
but not later than five years	1,608,842	1,431,545	533,219	243,829
More than five years	297,968	223,554	-	-
	<u>3,587,054</u>	<u>3,304,466</u>	<u>832,153</u>	<u>392,132</u>

Notes:

- (a) The secured borrowings of the Group and of the Company are secured on quoted and unquoted shares held by the Group, deposits of the Group and/or fixed and floating charges over the assets of certain subsidiary companies as disclosed in Notes 3, 5, 6, 7, 8, 13, 14 and 17.

The range of effective interest rates per annum at the reporting date for borrowings was as follows:

	Group		Company	
	2018 %	2017 %	2018 %	2017 %
Term loans and other bank borrowings	<u>1.47 - 7.85</u>	<u>1.38 - 7.75</u>	<u>5.41 - 5.90</u>	<u>5.30 - 6.12</u>

- (b) The facility amounts of the medium term notes ("MTN") programme are as follows:

	Group	
	2018 RM'000	2017 RM'000
MTN-A	800,000	800,000
MTN-B	<u>650,000</u>	<u>650,000</u>

MTN-A is secured by a third party first equitable charge over the entire issued and paid-up capital of a subsidiary company which is the issuer and a corporate guarantee granted by BToto. MTN-B is guaranteed by Danajamin Nasional Berhad up to RM500,000,000 and secured by a bank guarantee from OCBC Bank (Malaysia) Berhad up to RM150,000,000.

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24. LONG TERM BORROWINGS (CONTINUED)

(b) The facility amounts of the medium term notes ("MTN") programme are as follows (continued):

The maturities of the medium term notes as at the reporting date are as follows:

		Group	
		2018	2017
		RM'000	RM'000
Maturity			
Current			
Secured with fixed rate			
4.30% p.a. fixed rate MTN-A	June 2018	50,000	-
4.47% p.a. fixed rate MTN-A	June 2018	30,000	-
4.73% p.a. fixed rate MTN-A	June 2018	95,000	-
4.40% p.a. fixed rate MTN-A	July 2018	125,000	-
4.55% p.a. fixed rate MTN-B	December 2018	174,767	-
4.38% p.a. fixed rate MTN-B	December 2018	49,934	-
6.00% p.a. fixed rate MTN-A	June 2017	-	150,000
4.60% p.a. fixed rate MTN-A	June 2017	-	35,000
4.60% p.a. fixed rate MTN-A	June 2017	-	70,000
4.75% p.a. fixed rate MTN-B	December 2017	-	199,622
4.65% p.a. fixed rate MTN-B	December 2017	-	74,858
Portion repayable within 12 months included under short term borrowings (Note 29)		524,701	529,480
		Group	
		2018	2017
		RM'000	RM'000
Maturity			
Non-Current			
Secured with fixed rate			
4.82% p.a. fixed rate MTN-A	June 2019	200,000	-
4.53% p.a. fixed rate MTN-A	June 2019	55,000	-
4.88% p.a. fixed rate MTN-A	July 2019	145,000	-
4.95% p.a. fixed rate MTN-B	December 2019	199,744	-
4.85% p.a. fixed rate MTN-B	December 2019	74,904	-
4.30% p.a. fixed rate MTN-A	June 2018	-	50,000
4.47% p.a. fixed rate MTN-A	June 2018	-	30,000
4.73% p.a. fixed rate MTN-A	June 2018	-	95,000
Portion repayable more than one year but not later than two years		674,648	175,000
4.65% p.a. fixed rate MTN-A	December 2020	60,000	-
4.82% p.a. fixed rate MTN-A	December 2020	40,000	-
4.82% p.a. fixed rate MTN-A	June 2019	-	200,000
4.88% p.a. fixed rate MTN-A	July 2019	-	145,000
4.95% p.a. fixed rate MTN-B	December 2019	-	199,584
4.85% p.a. fixed rate MTN-B	December 2019	-	74,844
5.35% p.a. fixed rate MTN-B	December 2021	99,872	99,792
Portion repayable more than two years but not later than five years		199,872	719,220
Total non-current MTN		874,520	894,220
Total MTN		1,399,221	1,423,700

NOTES TO THE FINANCIAL STATEMENTS

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24. LONG TERM BORROWINGS (CONTINUED)

- (c) The block discounting payables are secured by corporate guarantee of a subsidiary company and assignment of the rights under leasing and hire purchase agreements.

Maturity of long term block discounting payables is as follows:

	Group	
	2018	2017
	RM'000	RM'000
More than one year but not later than two years	7,798	6,568
More than two years but not later than five years	12,184	9,739
	<u>19,982</u>	<u>16,307</u>

The weighted average effective interest rates of block discounting payables are as follows:

	Group	
	2018	2017
	%	%
Block discounting payables	<u>5.78</u>	<u>5.93</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

24. LONG TERM BORROWINGS (CONTINUED)

(d) The commitment terms under hire purchase and leasing payables are summarised as follows:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Gross amount payable:				
Within one year after reporting date	23,741	100,993	513	352
More than one year but not later than two years	22,745	7,624	478	296
More than two years but not later than five years	41,589	11,118	835	510
More than five years	36,825	294	-	-
	<u>124,900</u>	<u>120,029</u>	<u>1,826</u>	<u>1,158</u>
Less: Unexpired interest	(22,602)	(7,724)	(286)	(175)
	<u>102,298</u>	<u>112,305</u>	<u>1,540</u>	<u>983</u>

The present value of hire purchase and leasing payables are summarised as follows:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Within one year after reporting date	17,293	95,416	394	278
More than one year but not later than two years	17,547	6,538	392	243
More than two years but not later than five years	32,369	10,070	754	462
More than five years	35,089	281	-	-
	<u>102,298</u>	<u>112,305</u>	<u>1,540</u>	<u>983</u>

The range of interest rates per annum at the reporting date for hire purchase and leasing payables was as follows:

	Group		Company	
	2018 %	2017 %	2018 %	2017 %
Hire purchase and leasing payables	<u>2.35 - 8.80</u>	<u>2.57 - 8.50</u>	<u>3.50 - 6.15</u>	<u>3.50 - 4.75</u>

NOTES TO THE FINANCIAL STATEMENTS

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25. OTHER LONG TERM LIABILITIES

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Unsecured:				
Other long term payables	4,857	-	-	-
Payable for acquisition of an associated company (Note a)	7,814	-	-	-
Retention sum	6,839	5,998	-	-
Rental deposits	2,694	2,612	-	-
Project contribution (Note b)	88,324	107,594	88,324	107,594
	<u>110,528</u>	<u>116,204</u>	<u>88,324</u>	<u>107,594</u>
Club members' deposits (Note c)	9,970	10,419	-	-
Deferred income (Note d)	84,775	94,930	-	-
	<u>205,273</u>	<u>221,553</u>	<u>88,324</u>	<u>107,594</u>

- (a) The payable for the acquisition of an associated company is in respect of subscription of additional shares in SIAMH to be settled on deferred payment terms as disclosed in Note 46(9).
- (b) The project contribution is an obligation pursuant to a lottery business cooperation contract to make contributions over ten annual instalments, whereby the first instalment was made in February 2016 and each subsequent instalment to be made at the end of each calendar year in December.
- (c) Club members' deposits represent amounts paid by members to certain subsidiary companies for membership licences issued to use and enjoy the facilities of the subsidiary companies' recreational clubs. The monies are refundable to the members at their request upon expiry of prescribed terms from the dates of issuance of the licences.
- (d) Included in deferred income are the following:
- (i) deferred membership fees which are recognised over the membership period by subsidiary companies;
 - (ii) government grants received from the Ministry of Plantation Industries and Commodities Malaysia to promote replanting of oil palm; and
 - (iii) the difference between the carrying amount and fair value of financial liabilities upon initial recognition which is recognised systematically on a straight-line basis over the tenure of the memberships or tenancy period.

NOTES TO THE FINANCIAL STATEMENTS

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26. DEFERRED TAX

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
At beginning of the year	1,284,322	1,444,879	17,085	17,996
Recognised in profit or loss (Note 35)	(16,009)	12,842	(2,496)	(2,128)
Arising on disposal of subsidiaries	26	-	-	-
Exchange differences	(1,183)	(3,225)	-	-
Recognised in intangible assets	(517)	(283)	-	-
Recognised in other comprehensive income (Note 35)	21,457	(171,108)	-	-
Recognised in equity (Note 35)	9	1,217	9	1,217
At end of the year	<u>1,288,105</u>	<u>1,284,322</u>	<u>14,598</u>	<u>17,085</u>

Presented after appropriate offsetting as follows:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Deferred tax assets	(67,465)	(77,124)	-	-
Deferred tax liabilities	1,355,570	1,361,446	14,598	17,085
	<u>1,288,105</u>	<u>1,284,322</u>	<u>14,598</u>	<u>17,085</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

26. DEFERRED TAX (CONTINUED)

The components and movements of deferred tax assets and liabilities during the financial year are as follows:

GROUP	Unused tax losses and unabsorbed capital		Payables	Receivables	Others+	Total
	Provision for liabilities	allowances				
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Deferred Tax Assets						
2018						
At beginning of the year	7,492	68,813	42,018	155	35,619	154,097
Recognised in profit or loss	(703)	(3,358)	1,046	-	(367)	(3,382)
Arising on disposal of subsidiaries	-	-	-	-	(26)	(26)
Exchange differences	(31)	(1,067)	(622)	-	(1,348)	(3,068)
Reclassification	(16)	531	54	-	(81)	488
Recognised in other comprehensive income	-	-	-	-	(756)	(756)
At end of the year	<u>6,742</u>	<u>64,919</u>	<u>42,496</u>	<u>155</u>	<u>33,041</u>	<u>147,353</u>
Set-off against deferred tax liabilities						<u>(79,888)</u>
						<u>67,465</u>
2017						
At beginning of the year	6,791	73,165	48,104	169	33,936	162,165
Recognised in profit or loss	678	(6,642)	(5,957)	(14)	1,469	(10,466)
Exchange differences	23	2,290	(129)	-	46	2,230
Recognised in other comprehensive income	-	-	-	-	168	168
At end of the year	<u>7,492</u>	<u>68,813</u>	<u>42,018</u>	<u>155</u>	<u>35,619</u>	<u>154,097</u>
Set-off against deferred tax liabilities						<u>(76,973)</u>
						<u>77,124</u>

Note:

* Includes deferred tax adjustments on temporary differences arising from deferred income and other temporary differences.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

26. DEFERRED TAX (CONTINUED)

GROUP

	Accelerated capital allowances	Dealership/ gaming rights	Properties*	Payables	Undistributed profits of subsidiary companies	Others+	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Deferred Tax Liabilities							
2018							
At beginning of the year	157,001	913,580	228,903	8,143	8,950	121,842	1,438,419
Recognised in profit or loss	1,557	-	(1,679)	(1,817)	(3,442)	(14,010)	(19,391)
Exchange differences	(668)	-	(410)	(454)	-	(2,719)	(4,251)
Recognised in intangible assets	-	(517)	-	-	-	-	(517)
Reclassification	6,254	-	-	(5,839)	-	73	488
Recognised in other comprehensive income	-	22,981	2,640	-	-	(4,920)	20,701
Recognised in equity	-	-	-	-	-	9	9
At end of the year	<u>164,144</u>	<u>936,044</u>	<u>229,454</u>	<u>33</u>	<u>5,508</u>	<u>100,275</u>	<u>1,435,458</u>
Set-off against deferred tax assets							<u>(79,888)</u>
							<u>1,355,570</u>
2017							
At beginning of the year	154,006	1,089,702	226,479	9,932	-	126,925	1,607,044
Recognised in profit or loss	3,074	(8,626)	1,520	21	8,950	(2,563)	2,376
Exchange differences	(79)	-	904	(1,881)	-	61	(995)
Recognised in intangible assets	-	(283)	-	-	-	-	(283)
Recognised in other comprehensive income	-	(167,213)	-	71	-	(3,798)	(170,940)
Recognised in equity	-	-	-	-	-	1,217	1,217
At end of the year	<u>157,001</u>	<u>913,580</u>	<u>228,903</u>	<u>8,143</u>	<u>8,950</u>	<u>121,842</u>	<u>1,438,419</u>
Set-off against deferred tax assets							<u>(76,973)</u>
							<u>1,361,446</u>

Notes:

- * Includes deferred tax adjustments on temporary differences arising from land held for development, development properties, investment properties and property inventories.
- + Includes deferred tax adjustments on temporary differences arising from indefinite useful life intangible assets and deferred tax adjustments on BCorp ICULS and other temporary differences.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

26. DEFERRED TAX (CONTINUED)

COMPANY	Unused tax losses and unabsorbed capital allowances	Total
	RM'000	RM'000
<u>Deferred Tax Asset</u>		
2018		
At beginning of year/At end of year	30	30
Set-off against deferred tax liabilities		(30)
		-
2017		
At beginning of year/At end of year	30	30
Set-off against deferred tax liabilities		(30)
		-

COMPANY	Accelerated capital allowances	ICULS	Total
	RM'000	RM'000	RM'000
<u>Deferred Tax Liabilities</u>			
2018			
At beginning of the year	30	17,085	17,115
Recognised in profit or loss	-	(2,496)	(2,496)
Transfer from equity	-	9	9
At end of the year	30	14,598	14,628
Set-off against deferred tax asset			(30)
			14,598
2017			
At beginning of the year	30	17,996	18,026
Recognised in profit or loss	-	(2,128)	(2,128)
Transfer from equity	-	1,217	1,217
At end of the year	30	17,085	17,115
Set-off against deferred tax asset			(30)
			17,085

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

26. DEFERRED TAX (CONTINUED)

Deferred tax assets have not been recognised in respect of the following items:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Unused tax losses	1,848,271	1,874,264	42,078	42,078
Unabsorbed capital allowances	486,457	508,701	-	-
Unabsorbed investment tax allowances	99,693	64,042	-	-
Others	162,559	92,542	-	-
	<u>2,596,980</u>	<u>2,539,549</u>	<u>42,078</u>	<u>42,078</u>

Deferred tax assets have not been recognised in respect of the items above as it is not probable that future taxable profits will be available against which the items above can be utilised.

The availability of the unused tax losses and unabsorbed capital allowances for offsetting against future taxable profits of the Group of companies are subject to no substantial changes in shareholdings of the Group of companies under Section 44(5A) and Paragraph 75A, Schedule 3 of the Income Tax Act, 1967 ("the Act"). However, the Minister of Finance has exercised his powers under Section 44(5D) and Paragraph 75C, Schedule 3 of the Act to exempt all companies except dormant companies from the provision of Section 44 (5A) and Paragraph 75A, Schedule 3 of the Act respectively.

The foreign unutilised losses and unabsorbed capital allowance applicable to foreign incorporated subsidiary companies are pre-determined by and subject to the tax legislation of the respective countries.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

27. PROVISIONS

GROUP	Sales warranty	Retirement benefits	Restoration costs	Affordable housing costs	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
2018					
At beginning of year	2,049	11,856	20,956	-	34,861
Additional provision	1,062	1,608	1,942	21,299	25,911
Utilisation of provision	(317)	(329)	(253)	-	(899)
Unused amount reversed	(433)	-	(629)	-	(1,062)
Exchange differences	(164)	(458)	284	-	(338)
Employers' contribution	-	(1,701)	-	-	(1,701)
Recognised in other comprehensive income	-	(4,051)	-	-	(4,051)
Disposal of subsidiaries	-	(168)	(149)	-	(317)
At end of year	<u>2,197</u>	<u>6,757</u>	<u>22,151</u>	<u>21,299</u>	<u>52,404</u>
At 30 April 2018					
Current	2,017	259	4,795	-	7,071
Non-current	180	6,498	17,356	21,299	45,333
	<u>2,197</u>	<u>6,757</u>	<u>22,151</u>	<u>21,299</u>	<u>52,404</u>
GROUP					
	Sales warranty	Retirement benefits	Restoration costs		Total
2017	RM'000	RM'000	RM'000		RM'000
At beginning of year		1,371	11,142	20,541	33,054
Additional provision		1,933	1,995	3,207	7,135
Utilisation of provision		(903)	(170)	(1,521)	(2,594)
Unused amount reversed		(435)	-	(1,558)	(1,993)
Exchange differences		83	193	287	563
Employers' contribution		-	(1,961)	-	(1,961)
Recognised in other comprehensive income		-	657	-	657
At end of year		<u>2,049</u>	<u>11,856</u>	<u>20,956</u>	<u>34,861</u>
At 30 April 2017					
Current		1,874	140	9,658	11,672
Non-current		175	11,716	11,298	23,189
		<u>2,049</u>	<u>11,856</u>	<u>20,956</u>	<u>34,861</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

27. PROVISIONS (CONTINUED)

Notes:

(a) Retirement benefits

GROUP	Partially	Unfunded	Total
	funded		
2018	RM'000	RM'000	RM'000
At beginning of year	3,231	8,625	11,856
Additional provision	697	911	1,608
Utilisation of provision	-	(329)	(329)
Disposal of subsidiaries	-	(168)	(168)
Employer contributions	(1,701)	-	(1,701)
Recognised in other comprehensive income	(3,534)	(517)	(4,051)
Exchange differences	(425)	(33)	(458)
At end of year	<u>(1,732)</u>	<u>8,489</u>	<u>6,757</u>
At 30 April 2018			
Current liabilities	-	259	259
Non-current liabilities	1,774	8,230	10,004
	<u>1,774</u>	<u>8,489</u>	<u>10,263</u>
Non-current (assets)	(3,506)	-	(3,506)
	<u>(1,732)</u>	<u>8,489</u>	<u>6,757</u>
GROUP	Partially	Unfunded	Total
2017	RM'000	RM'000	RM'000
At beginning of year	3,385	7,757	11,142
Additional provision	935	1,060	1,995
Utilisation of provision	-	(170)	(170)
Employer contributions	(1,961)	-	(1,961)
Recognised in other comprehensive income	699	(42)	657
Exchange differences	173	20	193
At end of year	<u>3,231</u>	<u>8,625</u>	<u>11,856</u>
At 30 April 2017			
Current liabilities	-	140	140
Non-current liabilities	3,231	8,485	11,716
	<u>3,231</u>	<u>8,625</u>	<u>11,856</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

27. PROVISIONS (CONTINUED)

(a) Retirement benefits (continued)

The amounts recognised in the profit or loss are as follows:

GROUP	Partially funded	Unfunded	Total
	RM'000	RM'000	RM'000
2018			
Current service cost (net of gain on settlement) being the retirement benefits recognised in directors' remuneration and staff costs	596	452	1,048
Net interest cost	101	459	560
	<u>697</u>	<u>911</u>	<u>1,608</u>
2017			
Current service cost being the retirement benefits recognised in directors' remuneration and staff costs	763	672	1,435
Net interest cost	172	388	560
	<u>935</u>	<u>1,060</u>	<u>1,995</u>

The amounts recognised in other comprehensive income are as follows:

	Group	
	2018 RM'000	2017 RM'000
Remeasurement arising from:		
Actuarial changes in financial assumptions	(2,624)	11,944
Actuarial changes in demographic assumptions	(690)	1,361
Return on plan assets	(604)	(11,555)
Experience gains from defined benefit obligations	(133)	(1,093)
	<u>(4,051)</u>	<u>657</u>

Partially funded defined benefit plan

A foreign subsidiary company maintains a tax qualified, partially funded, non-contributory retirement plan that is being administered by a trustee covering all regular full-time employees. Actuarial valuations are made regularly to update the retirement benefit costs and the amount of contributions.

The amounts of partially funded defined benefit obligation recognised in the statement of financial position are determined as follows:

	Group	
	2018 RM'000	2017 RM'000
Present value of the obligation	73,321	80,711
Fair value of plan assets	(75,053)	(77,480)
(Surplus)/Deficit in plan assets	<u>(1,732)</u>	<u>3,231</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

27. PROVISIONS (CONTINUED)

(a) Retirement benefits (continued)

Partially funded defined benefit plan (continued)

The movements in present value of the partially funded defined benefit obligation recognised are as follows:

	Group	
	2018	2017
	RM'000	RM'000
At beginning of year	80,711	70,183
Current service cost	636	763
Interest cost	2,148	2,409
Benefit paid by the plan	(1,656)	(3,777)
Liabilities extinguished on settlement	(3,357)	-
Recognised in other comprehensive income	(2,930)	12,254
Exchange differences	(2,231)	(1,121)
At end of year	<u>73,321</u>	<u>80,711</u>

The movements in fair value of plan assets are presented below:

	Group	
	2018	2017
	RM'000	RM'000
At beginning of year	77,480	66,798
Interest income	2,047	2,237
Return on plan assets	604	11,555
Benefit paid by the plan	(1,656)	(3,777)
Employers' contribution	1,701	1,961
Assets distributed on settlement	(3,317)	-
Exchange differences	(1,806)	(1,294)
At end of year	<u>75,053</u>	<u>77,480</u>

The plan assets consist of the following:

	Group	
	2018	2017
	RM'000	RM'000
Fixed income assets	74,717	76,850
Cash in bank	336	628
Others	-	2
	<u>75,053</u>	<u>77,480</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

27. PROVISIONS (CONTINUED)

(a) Retirement benefits (continued)

Partially funded defined benefit plan (continued)

Presented below is the historical information related to the present value of the retirement benefit obligation, fair value of plan assets and deficit in the plan.

GROUP	2018 RM'000	2017 RM'000	2016 RM'000	2015 RM'000	2014 RM'000
Present value of the obligation	73,321	80,711	70,183	71,452	64,913
Fair value of the plan assets	(75,053)	(77,480)	(66,798)	(67,634)	(61,451)
(Surplus)/Deficit in the plan	<u>(1,732)</u>	<u>3,231</u>	<u>3,385</u>	<u>3,818</u>	<u>3,462</u>

The following principal assumptions were used to determine the retirement benefit obligation:

	Group	
	2018 %	2017 %
Discount rate	<u>2.70 - 6.84</u>	<u>2.70 - 5.08</u>

Sensitivity analysis for retirement benefit obligation of partially funded benefit plan

The management is of the view that any reasonably possible changes to the principal actuarial assumptions will not have significant impact to the Group.

Unfunded defined benefit plans

Certain local subsidiary companies operate unfunded, defined retirement benefit schemes and provision is made at contracted rates for benefits that would become payable on retirement of eligible employees. Under the various schemes, eligible employees are entitled to lump sum retirement benefits of a certain percentage of either the average monthly salary of each full year of services or the final salary for each year of service on attainment of the retirement age (which varies from 55 years to 60 years depending on the scheme).

Certain foreign subsidiary companies operate unfunded, defined retirement benefit schemes and the estimated liabilities of the benefits are based on actuarial valuation by independent actuaries. The amounts recognised in the statement of financial position are determined based on the present value of unfunded defined benefit obligations.

The amounts of unfunded defined benefit obligation recognised in the statement of financial position are determined as follows:

	Group	
	2018 RM'000	2017 RM'000
Present value of the obligation	<u>8,489</u>	<u>8,625</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

27. PROVISIONS (CONTINUED)

- (a) Retirement benefits (continued)

Partially funded defined benefit plan (continued)

The following principal assumptions were used to determine the retirement benefit obligations:

	Group	
	2018	2017
	%	%
Range of discount rates used for the various plans	5.30 - 6.00	5.08 - 7.88
Range of expected rates of salary increases used for the various plans	5.00 - 6.00	6.00

Sensitivity analysis for retirement benefit obligation of unfunded benefit plans

The management is of the view that changes in the discount rate at the reporting date would affect the defined benefit obligation in the following manner:

	Increase/(Decrease)		Impact on defined benefit obligations	
	Group		Group	
	2018	2017	2018	2017
	%	%	RM'000	RM'000
Discount rate	1	1	(910)	(881)
Discount rate	(1)	(1)	1,086	1,059
Future salary	1	1	1,131	1,076
Future salary	(1)	(1)	(958)	(916)

Current service cost and net interest costs

The current service and net interest costs are charged to profit or loss and presented as part of the employee benefit expenses and finance costs respectively.

Amounts recognised in other comprehensive income

The amounts recognised in other comprehensive income were included within items that will not be reclassified subsequently to profit or loss.

- (b) Sales warranty

Certain subsidiary companies of the Group give 3 months to 3 years warranties on certain products and undertake to repair or replace items that fail to perform satisfactorily. A provision for warranties is recognized for all products under warranty at the reporting date based on past experience on the level of repairs and returns.

- (c) Dismantlement, removal or restoration of property, plant and equipment

Provision for dismantlement, removal or restoration is the estimated cost of dismantlement, removal or restoration of property, plant and equipment arising from the acquisition or use of such assets, which are capitalised and included in the cost of property, plant and equipment.

- (d) Provision for affordable housing

Provision for affordable housing is recognised for anticipated losses to be incurred for the development of low cost housing under the requirements of the relevant State Governments.

NOTES TO THE FINANCIAL STATEMENTS

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28. TRADE AND OTHER PAYABLES

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Trade payables	534,034	708,234	-	53
<u>Other payables</u>				
Accruals	600,668	602,212	5,408	5,516
Agency deposits	37,750	37,841	-	-
Sundry payables	416,841	421,925	18,758	21,521
Pool betting duty payables	77,505	78,565	-	-
Payable for acquisition of associated companies	13,061	-	-	-
Refundable deposits	504,068	220,434	-	-
Amounts due to subsidiary companies	-	-	154,204	141,808
Amounts due to associated companies	6,094	19,795	303	42
	<u>1,655,987</u>	<u>1,380,772</u>	<u>178,673</u>	<u>168,887</u>
<u>Other current liabilities</u>				
Progress billings in respect of development properties	99,476	70,492	-	-
Progress billings in respect of construction contracts	727	3,660	-	-
Deposits	4,930	5,748	-	-
Deferred income	92,197	89,340	-	-
Other duties payable	24,751	22,455	52	25
Dividend payables	29,351	2,476	-	-
	<u>251,432</u>	<u>194,171</u>	<u>52</u>	<u>25</u>
	<u>2,441,453</u>	<u>2,283,177</u>	<u>178,725</u>	<u>168,965</u>

Included in the trade payables is an amount of RM81,789,000 (2017 : RM70,553,000) due to the main contractor of the Jeju Project as referred to in 41(4). The main contractor has a lien over the Jeju Project as disclosed in Note 11.

Included in accruals of the Group are accrued contribution to the National Sports Council and accrual for gaming tax payable to the Ministry of Finance.

Agency deposits represent deposits obtained from agents for operating toto betting outlets. These deposits are refundable upon termination of operation contracts.

NOTES TO THE FINANCIAL STATEMENTS

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28. TRADE AND OTHER PAYABLES (CONTINUED)

Included in sundry payables are as follows:

- (1) An amount of RM161,870,000 (2017: RM162,881,000) which relates to the balance purchase price of several parcels of freehold land acquired by a subsidiary company.
- (2) An amount of RM18,758,000 (2017: RM20,841,000) being the current portion of project contribution (refer Note 25(b)).
- (3) Advances from certain directors of subsidiary companies amounting to RM2,153,000 (2017: RM2,132,000).
- (4) Refundable deposits received for the disposal of investments are in relation to the proposed disposals of several foreign subsidiaries as disclosed in Note 47(1).

The amounts due to subsidiary companies for the Company are unsecured, repayable on demand and non-interest bearing. The amounts due to associated companies for the Group are trade in nature, non-interest bearing and have normal credit terms that range from 30 to 180 days (2017: 30 to 180 days).

Included in deferred income are as follows:

- (1) Customer loyalty programme which consists of stored value cards and total estimated value of the customers' redemption of free food, beverage and merchandise after a specific number of purchases.
- (2) Prepaid products sold to customers which are yet to be utilised and advance billings.

The normal trade credit terms granted by trade creditors of the Group are as follows:

- | | |
|----------------------------------|--|
| - Non-margin clients and brokers | 3 market days in accordance with the FDSS trading rules. |
| - Other trade payables | 1 day to 183 days. |

NOTES TO THE FINANCIAL STATEMENTS

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29. SHORT TERM BORROWINGS

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Secured:				
Long term loans				
- portion repayable within 12 months (Note 24)	541,316	818,756	96,801	95,995
Medium term notes				
- portion repayable within 12 months (Note 24)	524,701	529,480	-	-
Short term loans	289,846	461,621	150,000	100,000
Bank overdrafts	34,630	82,587	-	-
Margin facilities	208,799	217,443	89,564	96,179
Trade financing facilities	17,279	16,910	-	-
Revolving credits	598,236	677,110	97,140	115,422
Other bank borrowings	-	19,721	-	-
Vehicle stocking loans	313,704	281,121	-	-
Portion repayable within 12 months				
- Block discounting payables (Note 24)	9,054	8,934	-	-
- Hire purchase and leasing payables (Note 24)	17,293	95,416	394	278
	<u>2,554,858</u>	<u>3,209,099</u>	<u>433,899</u>	<u>407,874</u>
Unsecured:				
Long term loans				
- portion repayable within 12 months (Note 24)	-	3,782	-	-
Trade financing facilities	76,327	93,552	-	-
Revolving credits	2,000	2,000	-	-
Other borrowings	-	322	-	-
	<u>78,327</u>	<u>99,656</u>	<u>-</u>	<u>-</u>
	<u>2,633,185</u>	<u>3,308,755</u>	<u>433,899</u>	<u>407,874</u>

The secured short term loans, bank overdrafts, margin facilities, trade financing facilities, revolving credits and other bank borrowings of the Group and of the Company are secured either by way of fixed charges on certain landed properties, certain quoted investments, or fixed and floating charges over certain other assets of the Group and deposits of the Group, as disclosed in Notes 3, 5, 6, 7, 8, 13, 14 and 17.

The vehicle stocking loans obtained by foreign subsidiary companies are secured by fixed and floating charges on certain vehicle inventories held. These loans bear interest at the rate of 2.75% to 4.75% (2017: 1.70% to 3.50%) per annum.

NOTES TO THE FINANCIAL STATEMENTS

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29. SHORT TERM BORROWINGS (CONTINUED)

The range of interest rates per annum at the reporting date for borrowings was as follows:

	Group		Company	
	2018 %	2017 %	2018 %	2017 %
Short term loans	1.47 - 8.03	1.38 - 8.35	5.41 - 5.90	5.80 - 6.10
Bank overdrafts	7.15 - 9.35	7.15 - 9.35	-	-
Margin facilities	7.20 - 8.00	7.20 - 8.00	7.20 - 7.86	7.20 - 7.86
Trade financing facilities	3.15 - 8.60	3.50 - 8.60	-	-
Revolving credits	3.13 - 10.50	4.56 - 10.50	5.26 - 6.60	5.18 - 6.60
Other bank borrowings	3.00 - 3.75	4.23 - 5.29	-	-

30. DERIVATIVES

Derivative liability

	Group and Company			
	2018		2017	
	Contract amount RM'000	Liabilities RM'000	Contract amount RM'000	Liabilities RM'000
Current				
Forward currency contracts	-	-	32,604	2,208

The Group uses forward currency contracts to manage some of the transaction exposure. These contracts are not designated as cash flow or fair value hedges and are entered into for periods consistent with currency transaction exposure and fair value changes exposure. Such derivatives do not qualify for hedge accounting.

When forward currency contracts are used to hedge certain of the Group's transactions that are denominated in foreign currencies for firm commitments that existed at the reporting date, the fair value changes relating to these forward currency contracts that remain outstanding at the reporting date will result in the recognition of derivative liability.

Forward currency contracts, which were entered into in the previous financial year, were terminated during the financial year.

	Group and Company	
	2018 RM'000	2017 RM'000
At beginning of year	2,208	2,080
Fair value changes on forward currency contracts	(2,208)	128
At end of year	-	2,208

NOTES TO THE FINANCIAL STATEMENTS

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31. REVENUE

Revenue for the Group represents the invoiced value of sales of the Group's products and services, a proportion of contractual sales revenue determined by reference to the percentage of completion of development properties, lease rentals income from lease of on-line gaming equipment, rental of investment properties, interest income from hire purchase and loan financing, revenue from hotel and resort operations, membership fees from vacation time share, fitness centre operation and recreational activities, income from chartered flights, partner fee from lottery operations, net house takings from casino operations, brokerage and underwriting commission on securities contracts and new issue of shares and gross stake collections from the sale of toto betting tickets. Revenue for the Company represents partner fee from lottery operations, management fees charged to subsidiary companies, gross dividend received and receivable from subsidiary companies.

Revenue consists of the following:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Revenue				
Gross brokerage and other charges	39,777	34,753	-	-
Underwriting commissions and fund management income	-	235	-	-
Margin interest income	7,458	6,708	-	-
Interest income from hire purchase, lease and loan financing	771	1,432	-	-
Sales of goods and services on cash and credit terms	4,154,498	4,327,293	-	-
Contract revenue and sale of property inventories	477,653	945,446	-	-
Income from hotels, resort, theme park and casino operations	525,589	418,405	-	-
Rental income from investment properties	45,439	43,911	-	-
Income from chartered flights	2,363	8,607	-	-
Membership fees and subscriptions	65,734	69,349	-	-
Lottery operations and leasing of lottery equipment income	3,345,859	3,326,209	74,532	49,646
Gross dividends	-	-	18,737	27,670
Management fee income	-	46	2,498	2,439
	<u>8,665,141</u>	<u>9,182,394</u>	<u>95,767</u>	<u>79,755</u>

NOTES TO THE FINANCIAL STATEMENTS

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32. FINANCE COSTS

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Interest expense on:				
- Bank loans and overdrafts	258,235	257,234	77,356	60,966
- BCorp ICULS	10,135	11,836	10,135	11,836
- Redtone ICULS	166	172	-	-
- MTN	68,044	70,009	-	-
- Hire purchase and leases	6,281	6,297	97	76
- Manufacturers' vehicle stocking loans	10,150	9,973	-	-
- Defined benefit plans (Note 27(a))	560	560	-	-
Unwinding of discount and charge out of deferred transaction costs	20,091	35,100	11,618	11,891
Others (inclusive of loan related expenses)	39	7,124	2,676	1,071
	<u>373,701</u>	<u>398,305</u>	<u>101,882</u>	<u>85,840</u>

NOTES TO THE FINANCIAL STATEMENTS

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33. (LOSS)/PROFIT BEFORE TAX

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
(Loss)/Profit before tax				
is arrived at after charging:				
Directors' remuneration (Note 34)				
- emoluments (excluding benefits-in-kind)	55,844	74,993	1,150	1,152
- fees	3,530	2,727	243	249
Auditors' remuneration				
- statutory audit fee	6,558	6,264	226	228
- underprovision of statutory audit fees in prior years	208	81	37	-
- fees for non audit services	676	1,051	53	355
Depreciation of property, plant and equipment	217,180	216,539	6,959	11,456
Amortisation of				
- biological assets	270	580	-	-
- intangible assets	35,964	64,049	7,099	6,950
Minimum operating lease payment				
- plant and machinery	5,287	7,898	-	-
- premises	226,677	238,304	-	-
Direct operating expenses of investment properties *	16,789	14,965	-	-
Royalty expenses	33,308	31,219	-	-
Staff costs (Note a)	805,026	783,708	10,991	9,854
Allowance for impairment on receivables				
- trade receivables	9,150	4,575	-	-
- other receivables	14,014	16,191	-	-
Bad debts written off	1,252	52	-	-
Inventories written off/down	14,920	13,564	-	-
Loss on foreign exchange				
- realised	49,630	3,118	3,728	1,651
- unrealised	100,795	68,820	1,353	13,450
Research and development expenditure	-	6,929	-	-
Provision for sales warranty	1,062	1,933	-	-
Contribution to National Sports Council	40,338	36,944	-	-
Other expenses (Note c)	378,927	194,450	14	21,810

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

33. (LOSS)/PROFIT BEFORE TAX (CONTINUED)

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
and crediting:				
Amortisation of government grants	8	8	-	-
Reversal of impairment loss on receivables				
- trade receivables	3,326	2,740	-	-
- other receivables	284	23,186	-	616
Gain on foreign exchange				
- realised	24,832	32,673	215	3
- unrealised	43,820	149,054	12,689	715
Other income (Note d)	297,791	519,746	103,994	64,639

Note:

* It is not practicable to segregate the direct operating expenses of investment properties in respect of revenue and non-revenue generating properties due to periodic changes in the occupancy rates during the financial year.

(a) Staff costs consist of the following:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Wages, salaries and allowances	637,755	627,899	8,699	7,771
Social security costs and employees insurance	32,287	32,154	211	58
Bonuses	32,672	27,899	781	670
Pension costs				
- defined contribution plans	51,526	47,388	1,137	987
- defined benefit plans (Note 27(a))	790	1,427	-	-
Provision for short term compensated absences	(200)	656	-	-
Share-based payments (Note b)	2,060	1,200	-	-
Other staff related expenses	48,136	45,085	163	368
Total staff costs	805,026	783,708	10,991	9,854

Staff costs exclude remuneration of executive directors.

(b) Share-based payments consist of the following:

	Group	
	2018 RM'000	2017 RM'000
Share-based payments for		
- employees of the Group	2,060	1,200
- other directors of the Group	1,329	646
	3,389	1,846

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33. (LOSS)/PROFIT BEFORE TAX (CONTINUED)

(c) Other expenses

Included in other expenses are the following:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
(i) Other expenses - investing activities				
Loss on disposal of property, plant and equipment	1,901	1,630	2	-
Loss on disposal of land held for development	15	-	-	-
Loss on disposal of subsidiary company	12,312	-	-	-
Loss on partial disposal of subsidiary company	-	-	-	4,271
Loss on disposal/deemed disposal of associated companies	48,578	21,600	-	-
Loss on disposal of available-for-sale quoted equity instruments	4,140	797	-	-
Loss on disposal of Great Mall Project	-	4,464	-	-
Fair value adjustments for investment properties	140	1,581	-	-
Fair value loss of fair value through profit or loss equity instruments quoted in Malaysia	15,936	192	-	-
Impairment in value of property, plant and equipment	14,434	28,566	-	-
Impairment of intangible assets				
- goodwill	-	9,578	-	-
- others	1,955	33,117	-	-
Impairment on amount owing from				
- an associated company	-	2,063	-	-
- a joint venture	203	-	-	-
Impairment in value of investments in				
- subsidiary company	-	-	-	16,374
- associated companies	7,472	13,824	-	-
Impairment in value of				
- available-for-sale financial assets quoted equity instruments	2,738	190	-	-
- available-for-sale financial assets unquoted equity instruments	24	385	-	-
Impairment in value of assets held for sale	-	-	-	996

NOTES TO THE FINANCIAL STATEMENTS

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33. (LOSS)/PROFIT BEFORE TAX (CONTINUED)

(c) Other expenses (continued)

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
(i) Other expenses - investing activities (continued)				
Impairment loss on balance sale proceeds of Great Mall Project	152,651	-	-	-
Foreign currency reserve transferred to profit or loss on deemed disposal/ disposal of a subsidiary company	32,527	-	-	-
Loss on remeasurement of retained equity interest in a former subsidiary company	21,374	-	-	-
Loss on dilution in an associated company	3,098	1,508	-	-
Fair value loss on derivatives	-	128	-	128
Property, plant and equipment written off	6,457	-	-	-
Intangible assets written off	-	1,008	-	-
Penalty on foreign tax	-	41,704	-	-

(d) Other income

Included in other income are the following:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
(i) Other income - operating activities				
Income from rental of land and buildings	16,953	14,135	-	-
Gain on disposal of marketable securities	2,590	1,833	-	-
(ii) Other income - investing activities				
Gain on disposal of property, plant and equipment	3,874	22,353	97	2
Gain on disposal of investment properties	4	-	-	-
Gain on disposal of land held for development	1,231	-	-	-
Gain on deemed disposal/ disposal of subsidiary companies	75,971	2,993	26,059	-
Gain on disposal of associated companies	10	67,968	-	-

NOTES TO THE FINANCIAL STATEMENTS

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33. (LOSS)/PROFIT BEFORE TAX (CONTINUED)

(d) Other income (continued)

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
(ii) Other income - investing activities (continued)				
Gain on disposal from other investments	3,953	1,631	-	-
Reversal of impairment in property, plant and equipment	1,463	113	-	-
Reversal of impairment in value of investments in associated companies	590	-	-	-
Fair value gain on derivative liability	2,208	-	2,208	-
Fair value gain of fair value through profit or loss equity instruments quoted in Malaysia	736	8,712	-	-
Fair value adjustments for investment properties	10,128	24,562	-	-
Interest income from loans and receivables				
- Interest income from subsidiary company	-	-	73,986	61,903
- Other interest income	106,192	79,366	1,644	2,118
Gross dividends from				
- Available-for-sale investments quoted in Malaysia	961	746	-	-
- Available-for-sale investments quoted outside Malaysia	188	155	-	-
- Available-for-sale investments unquoted in Malaysia	-	17	-	-
- Unquoted associated company	750	-	-	-
Gain on remeasurement of - retained equity interest in a former associated company	-	1,912	-	-
Foreign exchange reserves of foreign subsidiaries transferred from equity upon disposal	-	2,739	-	-
Foreign exchange reserves of foreign associated company transferred from equity upon disposal	-	30,664	-	-
Gain on settlement of surrendering certain assets and lease interests to relevant authorities	-	184,639	-	-

NOTES TO THE FINANCIAL STATEMENTS

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34. DIRECTORS' REMUNERATION

The aggregate directors' remuneration paid or payable to all directors of the Group and of the Company categorised into appropriate components for the financial year are as follows:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Directors of the Company				
Executive				
Salaries and other emoluments	19,464	11,433	785	843
Bonus	1,156	1,162	93	105
Retirement benefits				
- defined contribution plans	2,695	1,418	133	140
Benefits-in-kind	557	392	70	90
	<u>23,872</u>	<u>14,405</u>	<u>1,081</u>	<u>1,178</u>
Non-executive				
Fees	323	386	243	249
Bonus	39	13	6	-
Retirement benefits				
- defined contribution plans	51	34	9	2
Other emoluments	550	410	124	62
Benefits-in-kind	39	37	20	19
	<u>1,002</u>	<u>880</u>	<u>402</u>	<u>332</u>
	<u>24,874</u>	<u>15,285</u>	<u>1,483</u>	<u>1,510</u>
Other directors of the Group				
Fees	3,207	2,341	-	-
Salaries and other emoluments	28,550	47,265	-	-
Retirement benefits				
- defined contribution plans	2,502	6,917	-	-
- defined benefit plans (Note 27(a))	258	8	-	-
Bonus	579	283	-	-
Performance incentive	-	6,050	-	-
Benefits-in-kind	200	382	-	-
	<u>35,296</u>	<u>63,246</u>	<u>-</u>	<u>-</u>
Total directors' remuneration	<u>60,170</u>	<u>78,531</u>	<u>1,483</u>	<u>1,510</u>

NOTES TO THE FINANCIAL STATEMENTS

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35. TAXATION

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
<u>Statements of profit or loss</u>				
Income tax				
- Malaysian income tax	200,263	185,030	34	-
- Foreign tax	51,780	136,451	2,192	-
- Withholding tax	814	17,031	-	-
In respect of prior years				
- Malaysian income tax	13,864	(14,419)	539	-
- Foreign tax	(758)	8,273	-	-
Deferred tax (Note 26)	(16,009)	12,842	(2,496)	(2,128)
Total taxation	249,954	345,208	269	(2,128)

Domestic income tax is calculated at the Malaysian statutory tax rate of 24% (2017: 24%) of the estimated assessable profit for the year. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

There is no tax charge for the Company, as the Company is in a tax loss position. The tax charge of the Group is in respect of profits recorded by certain subsidiary companies.

Details of taxation includes the followings:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
<u>Statements of comprehensive income</u>				
Deferred tax relating to other comprehensive income (Note 26):				
- Fair value adjustment on AFS financial assets of quoted equity instruments	(4,919)	(3,877)	-	-
- Reversal/Incurrence of impairment of gaming rights	22,980	(167,134)	-	-
- Revaluation of building	2,640	71	-	-
- Tax effect relating to the defined benefit pension scheme	756	(168)	-	-
	21,457	(171,108)	-	-
<u>Statements of changes in equity</u>				
Deferred tax recognised in equity (Note 26):				
- Tax effect on issuance of BCorp ICULS 2017/2026	-	4,209	-	4,209
- Effects on deferred tax liability on liability component of BCorp ICULS 2016/2026	9	-	9	-
- Reversal on conversion of BCorp ICULS 2016/2026	-	(2,992)	-	(2,992)
	9	1,217	9	1,217

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35. TAXATION (CONTINUED)

A reconciliation of income tax expense applicable to (loss)/profit before tax at the statutory income tax rate to income tax expense at the effective tax rate of the Group and of the Company is as follows:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
(Loss)/Profit for the year	(115,902)	662,628	81	(59,005)
Applicable tax rate (%)	24	24	24	24
Taxation at applicable tax rate	(27,816)	159,031	19	(14,161)
Effect of different tax rates in other countries	15,537	(6,028)	(345)	1,492
Effect of other tax incentives	-	(78)	-	-
Effect of share of results of associated companies and joint ventures	(4,654)	(14,211)	-	-
Effect of income subject to real property gain tax	(362)	(11,964)	-	-
Effect of income not subject to tax	(45,814)	(80,023)	(11,572)	(11,467)
Expenses not deductible under tax legislation	274,954	290,488	14,124	21,679
Effect of withholding tax	814	17,031	-	-
Utilisation of previously unrecognised deferred tax assets	(8,522)	(60,592)	-	-
Deferred tax assets not recognised during the financial year	55,456	47,195	-	2,457
Deferred tax assets recognition on previously unrecognised deferred tax assets	(8,828)	(210)	-	-
Effect of reduction in tax rate on incremental chargeable income	(3,280)	-	-	-
Effects of BCorp ICULS interests	(2,496)	(2,128)	(2,496)	(2,128)
Deferred tax liabilities recognised on changes in undistributed profits of subsidiary company	(3,442)	8,950	-	-
Under/(Over) provision of income tax in prior years	13,106	(6,146)	539	-
(Over)/Under provision of deferred tax in prior years	(4,699)	3,893	-	-
Taxation for the year	249,954	345,208	269	(2,128)

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36. (LOSS)/ EARNINGS PER SHARE

(1) Basic

Basic (loss)/earnings per share is calculated by dividing (loss)/profit for the year attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares with voting rights in issue during the financial year, including mandatorily convertible instruments.

	Group	
	2018 RM'000	2017 RM'000
(Loss)/Profit attributable to equity holders	(370,203)	149,285
Adjustment for deemed conversion of BCorp ICULS	10,135	11,836
	<u>(360,068)</u>	<u>161,121</u>
Weighted average number of ordinary shares with voting rights in issue (inclusive of mandatorily convertible instruments) ('000)	5,623,418	5,501,087
Basic (loss)/earnings per share (sen)	<u>(6.40)</u>	<u>2.93</u>

(2) Diluted

For the purpose of calculating diluted (loss)/earnings per share, the (loss)/profit for the year attributable to ordinary equity holders of the Company and the weighted average number of ordinary shares with voting rights in issue during the financial year, including mandatorily convertible instruments, have been adjusted for the dilutive effects of the dilutive instruments of the Group.

	Group	
	2018 RM'000	2017 RM'000
(Loss)/Profit attributable to equity holders	(360,068)	161,121
Dilution effect on exercise of BFood warrants	-	(25)
Dilution effect on conversion of BFood options	(2)	(25)
Dilution effect on conversion of REDtone ICULS	(22)	(62)
(Loss)/Profit attributable to equity holders after assumed conversion/exercise	<u>(360,092)</u>	<u>161,009</u>
Weighted average number of ordinary shares with voting rights in issue (inclusive of mandatorily convertible instruments) ('000)	5,623,418	5,501,087
Diluted (loss)/earnings per share (sen)	<u>(6.40)</u>	<u>2.93</u>

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37. DIVIDENDS

	Company			
	2018 Dividend per share Sen	2018 Dividend RM'000	2017 Dividend per share Sen	2017 Dividend RM'000
Recognised during the year				
- Final dividend of 2.10 sen per share approved in respect of financial year ended 30 April 2016 *	-	-	2.10	99,580

Note:

* On 30 December 2016, the Company distributed a final share dividend in respect of financial year ended 30 April 2016, via distribution of 3 treasury shares for every 100 ordinary shares held, equivalent to 2.10 sen per share.

38. SEGMENTAL INFORMATION

The Group is organised on a worldwide basis and presents its segmental information based on business segments:

- (1) financial services;
- (2) marketing of consumer products and services;
- (3) property investment and development;
- (4) hotels and resorts;
- (5) gaming and related activities;
- (6) restaurants; and
- (7) others.

Other business segments include clubs, recreation, and plantation segments which are not of a sufficient size to be reported separately.

All inter-segment transactions were carried out in the normal course of business and established under negotiated terms.

The geographical segmental information is prepared based on the locations of assets. The segment revenue by geographical location of where the sales are transacted does not differ materially from the segment revenue by geographical location of assets.

Unallocated assets/liabilities include items relating to investing and financing activities and items that cannot be reasonably allocated to individual segments. These include mainly corporate assets, tax recoverable/liabilities, borrowings, hire purchase and lease obligations.

Other non-cash expenses include mainly unrealised loss on foreign exchange, property, plant and equipment written-off, intangible assets written-off, inventories written-off, and allowance for bad and doubtful debts.

NOTES TO THE FINANCIAL STATEMENTS

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38. SEGMENTAL INFORMATION (CONTINUED)

By business segments

	External	Inter- segment	Total
Revenue	RM'000	RM'000	RM'000
2018			
Financial services	48,006	1,993	49,999
Marketing of consumer products and services	3,388,303	29,709	3,418,012
Property investment and development	523,092	19,841	542,933
Hotels and resorts	533,917	5,919	539,836
Gaming and related activities	3,345,859	110,948	3,456,807
Restaurants	708,795	350	709,145
Others	117,169	34,658	151,827
Inter-segment elimination	-	(203,418)	(203,418)
Total Revenue	8,665,141	-	8,665,141
2017			
Financial services	43,174	1,439	44,613
Marketing of consumer products and services	3,712,287	31,728	3,744,015
Property investment and development	927,466	138,785	1,066,251
Hotels and resorts	413,284	1,438	414,722
Gaming and related activities	3,326,209	240,812	3,567,021
Restaurants	686,790	35	686,825
Others	73,184	20,117	93,301
Inter-segment elimination	-	(434,354)	(434,354)
Total Revenue	9,182,394	-	9,182,394

NOTES TO THE FINANCIAL STATEMENTS

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38. SEGMENTAL INFORMATION (CONTINUED)

Results	2018 RM'000	2017 RM'000
Financial services	7,207	4,060
Marketing of consumer products and services	12,830	11,908
Property investment and development	65,870	343,422
Hotels and resorts	67,599	58,366
Gaming and related activities	398,796	334,077
Restaurants	28,865	11,277
Others	1,736	(7,942)
	<u>582,903</u>	<u>755,168</u>
Unallocated corporate expenses	(226,562)	(19,683)
	<u>356,341</u>	<u>735,485</u>
Other income - investing activities	208,259	428,570
Other expenses - investing activities	(326,193)	(162,335)
	<u>238,407</u>	<u>1,001,720</u>
Finance costs	(373,701)	(398,305)
Share of results of associates	16,602	60,913
Share of results of joint ventures	2,790	(1,700)
	<u>(115,902)</u>	<u>662,628</u>
(Loss)/Profit before tax	<u>(249,954)</u>	<u>(345,208)</u>
Taxation	<u>(365,856)</u>	<u>317,420</u>
(Loss)/Profit for the year	<u><u>(365,856)</u></u>	<u><u>317,420</u></u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

38. SEGMENTAL INFORMATION (CONTINUED)

Assets and liabilities	Assets	Liabilities
	RM'000	RM'000
2018		
Financial services	359,635	62,882
Marketing of consumer products and services	2,735,510	940,895
Property investment and development	7,519,011	2,683,918
Hotels and resorts	1,694,573	441,844
Gaming and related activities	4,795,406	675,010
Restaurants	810,396	164,735
Others	1,113,763	680,618
Inter-segment elimination	(877,775)	(959,696)
	<u>18,150,519</u>	<u>4,690,206</u>
Unallocated items	2,676,970	5,811,996
Total Assets and Liabilities	<u>20,827,489</u>	<u>10,502,202</u>
2017		
Financial services	367,091	106,630
Marketing of consumer products and services	2,966,868	855,175
Property investment and development	7,875,277	3,102,448
Hotels and resorts	1,694,841	425,333
Gaming and related activities	4,408,917	634,602
Restaurants	788,344	188,088
Others	1,031,418	744,062
Inter-segment elimination	(882,157)	(936,175)
	<u>18,250,599</u>	<u>5,120,163</u>
Unallocated items	3,281,949	5,593,716
Total Assets and Liabilities	<u>21,532,548</u>	<u>10,713,879</u>

NOTES TO THE FINANCIAL STATEMENTS

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38. SEGMENTAL INFORMATION (CONTINUED)

Other information	Capital expenditure	Depreciation and amortisation	Impairment loss	Other non-cash expenses
	RM'000	RM'000	RM'000	RM'000
2018				
Financial services	997	1,109	24	5,260
Marketing of consumer products and services	59,853	64,173	5,379	18,586
Property investment and development	9,957	41,960	153,801	3,951
Hotels and resorts	17,537	14,231	1,532	3,698
Gaming and related activities	15,000	45,975	498	412
Restaurants	75,973	51,561	302	177
Others	8,981	24,089	5,402	1,338
	<u>188,298</u>	<u>243,098</u>	<u>166,938</u>	<u>33,422</u>
Unallocated items	17,325	10,316	12,539	106,709
Total	<u><u>205,623</u></u>	<u><u>253,414</u></u>	<u><u>179,477</u></u>	<u><u>140,131</u></u>

2017				
Financial services	1,308	1,080	8,374	2,189
Marketing of consumer products and services	71,200	72,904	43,015	36,411
Property investment and development	206,776	21,726	13	662
Hotels and resorts	18,460	50,945	7,070	369
Gaming and related activities	124,526	70,909	8,170	22,833
Restaurants	100,149	49,134	8,338	11
Others	6,328	6,318	-	16,136
	<u>528,747</u>	<u>273,016</u>	<u>74,980</u>	<u>78,611</u>
Unallocated items	1,244	8,152	12,743	24,591
Total	<u><u>529,991</u></u>	<u><u>281,168</u></u>	<u><u>87,723</u></u>	<u><u>103,202</u></u>

By geographical segments	Revenue	Capital expenditure	Assets
	RM'000	RM'000	RM'000
2018			
Malaysia	5,358,092	169,057	14,662,686
Outside Malaysia	3,307,049	36,566	6,164,803
Total	<u><u>8,665,141</u></u>	<u><u>205,623</u></u>	<u><u>20,827,489</u></u>
2017			
Malaysia	5,378,566	210,988	13,879,840
Outside Malaysia	3,803,828	319,003	7,652,708
Total	<u><u>9,182,394</u></u>	<u><u>529,991</u></u>	<u><u>21,532,548</u></u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

39. SIGNIFICANT RELATED PARTY TRANSACTIONS

	Note	Group		Company	
		2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Management fees receivable from					
- subsidiary companies		-	-	(2,078)	(2,019)
- associated company		-	-	(120)	(120)
Rental of premises and related services receivable from					
- Singer (Malaysia) Sdn Bhd ("Singer")	c	(485)	(485)	-	-
- Tai Thong Group Sdn Bhd	a	(1,307)	(1,413)	-	-
- Sun Media Corporation Sdn Bhd ("SMCSB")	b	(573)	(573)	-	-
- 7-Eleven Malaysia Sdn Bhd ("7-Eleven")	c	(1,961)	(2,237)	-	-
- U Mobile Sdn Bhd ("UMobile")	d	(1,693)	(1,762)	-	-
- Songbird Amusement Sdn Bhd	e	(280)	(335)	-	-
- Berjaya Assets Food (BAF) Sdn Bhd	f	(706)	(641)	-	-
Rental of premises payable to					
- Berjaya Times Square Sdn Bhd	f	5,691	6,492	-	-
- Berjaya Sompoo Insurance Berhad	b	561	562	-	-
Transportation service provided to					
- 7-Eleven	c	(9,725)	(12,877)	-	-
Research, development, implementation and maintenance services as well as purchase of hardware, software, network equipment from Qinetics Solutions Sdn Bhd and Qinetics Services Sdn Bhd	c	6,075	4,788	1,402	1,315
Advertising and publishing services charged by SMCSB	b	1,991	2,482	78	40
Sales of product to 7-Eleven	c	(1,936)	(369)	-	-
Supply of computerised lottery systems and related services to Natural Avenue Sdn Bhd	f	(631)	(641)	-	-
Provide of wireless broadband services to Berjaya Sompoo Insurance Berhad	b	(1,272)	(1,541)	-	-
Purchase of shares quoted in Malaysia from Berjaya Retail Berhad	c	-	14,000	-	-
Purchase of a property unit from Deru Klasik Sdn Bhd	e	-	17,469	-	-
Provision of security guard services to					
- Subsidiaries of BAssets	f	(307)	-	-	-
- UMobile	d	(120)	-	-	-
- Singer	c	(189)	-	-	-

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

39. SIGNIFICANT RELATED PARTY TRANSACTIONS (CONTINUED)

All other significant related party transactions have been disclosed under Notes 15, 28, 33 and 34.

Details of significant related party acquisitions and disposals of assets completed during the financial year are included in Notes 46 and 47.

Notes:

- (a) wholly owned subsidiary company of Tai Thong Holdings Sdn Bhd which in turn is a wholly-owned subsidiary company of Diversified Kinetic Sdn Bhd. Tan Sri Dato' Tan Chee Sing ("TSDT") and Dato' Dickson Tan Yong Loong ("DDTYL"), are major shareholders of Diversified Kinetic Sdn Bhd. TSDT is a brother of Tan Sri Dato' Seri Vincent Tan Chee Yioun ("Tan Sri Vincent Tan") and is the father of DDTYL.
- (b) Associated companies of the Group.
- (c) Companies where Tan Sri Vincent Tan, a major shareholder and the chairman of the Company, is deemed to have an interest.
- (d) A company in which the directors of the Company, namely Dato' Sri Robin Tan Yeong Ching ("DSRTYC") and Nerine Tan Sheik Ping ("NT") have interests. Tan Sri Vincent Tan is also a substantial shareholder of UMobile.
- (e) A company in which a person connected with Tan Sri Vincent Tan has interest.
- (f) Subsidiary company of BAssets. Tan Sri Vincent Tan is a substantial shareholder of BAssets while DSRTYC and NT are also shareholders of BAssets. Tan Sri Vincent Tan is the father of DSRTYC and NT. TSDT also has interest in BAssets.

Certain professional fee amounting to RM5,777,000 (2017: RM6,678,000) was incurred by a foreign subsidiary company for management and consultancy services contracted with a corporate entity, of which the Chief Executive Officer of the foreign subsidiary company has interest.

A foreign subsidiary company had placements inclusive of interest receivable amounting to RM58,939,000 (2017 : RM34,151,000) at the reporting date with a foreign asset management firm of which a director of the foreign subsidiary company has an interest. Subsequent to the financial year end, the placements together with the interest receivable were fully redeemed.

The compensation of the key management personnel of the Group and of the Company are as follows:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Short-term benefits	28,904	16,391	1,341	1,368
Post-employment benefits	3,754	1,882	142	142
	<u>32,658</u>	<u>18,273</u>	<u>1,483</u>	<u>1,510</u>

NOTES TO THE FINANCIAL STATEMENTS

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40. COMMITMENTS

	Group	
	2018 RM'000	2017 RM'000
Capital expenditure		
- approved and contracted for	81,567	103,244
- approved but not contracted for	39,135	30,889
	<u>120,702</u>	<u>134,133</u>
Land lease payments for foreign development project	-	504,000
Group's share of a joint venture's commitment - land use rights fee	19,111	12,134
- land rental	-	5,783
Proposed share subscription in investee companies	8,000	13,975
	<u>147,813</u>	<u>670,025</u>
Non-cancellable operating lease commitments as lessees		
- Within 1 year after reporting date	130,918	155,707
- Later than 1 year but not more than 5 years	354,951	338,255
- Later than 5 years	467,752	488,849
	<u>953,621</u>	<u>982,811</u>
Non-cancellable operating lease commitments as lessors		
- Within 1 year after reporting date	19,895	19,037
- Later than 1 year but not more than 5 years	18,494	21,068
- Later than 5 years	1,969	6,868
	<u>40,358</u>	<u>46,973</u>

Note:

- (a) Significant commitments for acquisition of properties and investments are included in Notes 46 and 47.

The Group entered into operating leases which represent rental payable for the use of land and buildings, vehicles, plant and equipment. Leases are negotiated for a period of between 1 and 70 years and rentals fixed for between 1 and 70 years. In addition to the above, the annual contingent rental amount is chargeable on a percentage of respective store's turnover or profits, where appropriate, as stated in the relevant lease agreements.

A foreign subsidiary company had entered into land lease contracts for lease terms of 100 years. These leases are non-cancellable upon the foreign subsidiary obtaining property development approval from the foreign authorities.

The Group entered into commercial property leases on its investment properties portfolio consisting of commercial and office space. Besides this, a foreign subsidiary company had entered into a lease for provision of online lottery equipment for a stipulated period. Revenue from the leasing of lottery equipment is recognised based on certain percentage of the gross receipts from the lottery ticket sales of the lottery operator subject to an annual minimum fee as prescribed in the lease agreement. The leasing of lottery equipment income is recognised as revenue during the financial year as disclosed in Note 31.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

41. FINANCIAL GUARANTEES, CONTINGENT LIABILITIES AND MATERIAL LITIGATIONS

The financial guarantees provided to financiers for subsidiary and related companies are no longer disclosed as contingent liabilities but would instead be accounted as financial liabilities if considered likely to crystallise. For the current financial year, the Company has assessed the financial guarantee contracts and determined that the guarantees are not likely to be called upon by the bank. Financial impact of the guarantees is not material.

Details of contingent liabilities and material litigations are as follows:

- (1) On 13 November 2013, a claim of USD100 million (about RM388.8 million) was filed by Evolv Health LLC and two others ("Plaintiffs") against Cosway USA, Inc ("CoswayUSA") and several other parties ("Defendants") in the state of Texas, USA for damages allegedly suffered by the Plaintiffs as a result of an alleged breach by the Defendants of a mutual non-disclosure and non-circumvention agreement entered into between Evolv Health LLC and CoswayUSA. However, part of this original claim had been dismissed and the remaining claim is the misappropriation of trade secret outside of the agreement.

On 10 May 2016, Plaintiffs withdrew, without prejudice, their claims against CoswayUSA and some of the defendants.

Prior to the withdrawal of claims against CoswayUSA and its officers from Texas Court, the Plaintiffs had on 10 March 2016 filed this case in the federal court in the State of California. No monetary amount was listed by the Plaintiffs but they are claiming for attorney's cost as well as exemplary damages of not less than three times of the Plaintiffs' actual damages. The trial date has been set on 29 August 2017. The lawyers for the Plaintiffs filed motions to withdraw themselves from representing the Plaintiff. On 26 April 2017, the Court allowed the motion for withdrawal and ordered the Plaintiffs to appoint new counsels and show cause by 29 May 2017 why the case should not be dismissed if they fail to continue and fixed 31 May 2017 for the hearing. The Plaintiffs failed to appoint new lawyers and were unable to continue. The Court dismissed the case on 1 June 2017. According to court records as at 7 July 2017, the Plaintiffs have not filed any appeal against the dismissal. Subsequent to the financial year end, this case is considered as closed.

- (2) On 17 April 2014, Armen Temuran and another party ("Armen&anor") filed a lawsuit against CoswayUSA and several other parties ("CoswayUSA&ors") for alleged breach of contract and unfair business practice. The court ruled that all except the fifth, sixth, eighth and twelfth of the twelve causes of action are dismissed. However, Armen&anor had filed a second amended complaint ("SAC") in May 2015 with the claims amounting to USD5.54 million (about RM21.54 million). CoswayUSA&ors had filed another demurrer with respect to the SAC and the court has sustained the defendant's demurrer on 31 July 2015. Armen&anor filed a third amended complaint. CoswayUSA has filed a demurrer, a motion to strike off a portion of the third amended complaint, and a request for judicial notice. On 10 December 2015, the court granted CoswayUSA's request for judicial notice and the motion to strike off. Also, the court sustained all except four of the demurrer (or objections) filed by the CoswayUSA against Armen&anor's third amended complaint. At a hearing on 23 June 2016, the court ruled for the four remaining claims, filed by Armen&Anor, to proceed to mandatory settlement meeting on 1 July 2016. At the mandatory settlement meeting on 1 July 2016, no agreement was made on any out of court settlement. The case proceeded to trial on 1 August 2016 but the trial was postponed to 26 September 2016. The trial was further postponed to 31 October 2016 at the request of Armen&anor. The trial proceeded for three days but there was a procedural error and a new trial was re-scheduled to 27 February 2017. The trial commenced on 27 February 2017 as re-scheduled and it ended on 22 March 2017 with the verdict that 2 of the claims have been withdrawn while for the remaining 2 claims, Armen&anor were unsuccessful with their claims. On 18 May 2017, the Court issued written judgment in favour of CoswayUSA and others in their counter claim against Armen&anor and were awarded USD15,200 plus USD3,990 in pre-judgment interest. The Court further entered judgment in favour of CoswayUSA against Aditya AHT Inc, owned by Armen&anor and one of the parties that CoswayUSA counter claimed against, in the sum of USD56,327 (about RM245,000). On 26 May 2017, Armen&anor filed a motion to set aside the jury verdict. The case was heard on 6 July 2017 and the Court dismissed Armen&anor's motion to set aside the jury verdict. Armen&anor filed a Notice of Appeal on 8 August 2017 in the Court of Appeal, Fourth Appellate District Court, Division 3, California. Armen&anor has filed their appeal briefs and CoswayUSA has to file its reply brief by 29 June 2018 but has been granted an extension till 28 August 2018 to do so.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

41. FINANCIAL GUARANTEES, CONTINGENT LIABILITIES AND MATERIAL LITIGATIONS (CONTINUED)

- (3) On 28 June 2010, BLand announced, with regard to the proposed acquisition by Berjaya Tagar Sdn Bhd ("BTSB"), its wholly owned subsidiary company, of about 244.79 acres of leasehold land located in Sungei Besi, Kuala Lumpur ("STCLand") from Selangor Turf Club ("STC") for a consideration of RM640.0 million and the proposed acquisition of about 750 acres of freehold land ("BCityLand") located in the area of Sungai Tinggi, Daerah Ulu Selangor, Selangor from BerjayaCity Sdn Bhd ("BCity"), a subsidiary company of the Group, and the proposed appointment of BCity as a turnkey contractor for the construction of a new turf club for a total consideration of RM605.0 million ("STC Proposals"), the status of the conditions precedent ("CP") of the STC Proposals:
- 1) Approval from the Foreign Investment Committee ("FIC") for the STC Proposals was obtained on 12 October 2004.
 - 2) Approval from the FIC for the acquisition of the BCityLand was obtained on 21 October 2004.
 - 3) Approvals from the shareholders of BTSB, BLand, BCity and BGroup for the STC Proposals were obtained on 4 November 2004.
 - 4) Approvals from the State Authority Consent for the transfer of STCLand in favour of BTSB were obtained on 11 January 2005. However, the consent had lapsed and application will be re-submitted after item (6) of the CP is fulfilled.
 - 5) The agreement between STC and BTSB on the layout plans, building plans, designs, drawings and specifications for the new turf club is still pending the fulfilment of item (6) of the CP.
 - 6)(a) The approval for the master layout plan for the BCityLand was obtained on 11 February 2008. However, due to the change in the Selangor government, the plan is to be re-tabled and BTSB is awaiting the decision from the Selangor government.
 - 6)(b) The approval from the Majlis Daerah Hulu Selangor ("MDHS") for the Development Order, Earthworks and Infrastructure and Building Plan pertaining to the construction of the new turf club is pending as MDHS is unable to process the application until item 6(a) of the CP is fulfilled.
 - 6)(c) The approval from the State Exco of Selangor for the conversion and sub-division of BCityLand is pending as the application will only be tabled at the State Exco of Selangor after approvals for items 6(a) and 6(b) are obtained.

As announced on 16 August 2010, CP no. 4, 5, 6a, 6b and 6c above have yet to be fulfilled.

On 29 January 2010, BLand announced that STC and BTSB have mutually agreed to an extension of time to 18 January 2011 to fulfil the CP in the abovementioned conditional sale and purchase agreement. This extension of time was further extended by STC to 18 January 2012. Subsequently, on 22 December 2011, BLand announced that STC granted an extension of time from 19 January 2012 to 18 January 2013.

On 13 August 2012, BLand announced that BTSB and STC have on 13 August 2012 entered into a supplemental agreement ("SupAgmt") to mutually vary certain terms of the sale and purchase agreement dated 19 July 2004, as follows:

- i) if there is any CP remaining outstanding, BTSB shall be entitled to request from STC further extension of time to fulfil the CPs pursuant to the proposed acquisition of the STCLand. STC shall grant an extension of one year subject to a cash payment of RM3.0 million by BTSB for such extension; and
- ii) upon signing the SupAgmt, BTSB shall pay STC an advance part payment of RM7.0 million, which will be deducted from the cash portion of the consideration of RM35.0 million. The balance of the purchase consideration will be paid within 33 months from the date of the last CP is fulfilled or such other date as mutually extended.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

41. FINANCIAL GUARANTEES, CONTINGENT LIABILITIES AND MATERIAL LITIGATIONS (CONTINUED)

Pursuant to the aforesaid SupAgmt, the period is extended to 19 January 2019 to fulfil the conditions precedent below:

- 1) renewal of consent by Land and Mines Department (Federal) for the transfer to BTSB of the portion of Sungai Besi Land (held under H.S.(D) 61790 No. P.T. 2872 in the Mukim of Petaling, District and State of Wilayah Persekutuan) that resides in Wilayah Persekutuan, Kuala Lumpur which had expired on 11 January 2006; and
- 2) the approvals, permits or consents of any other relevant authorities as may be required by applicable laws include inter-alia the following:
 - (i) approval from the Town and Country Planning Department of the State of Selangor on the re-tabling of the amended master layout plan which was re-submitted on 19 August 2008;
 - (ii) approval from the MDHS for the Development Order and building plan pertaining to the construction of the new turf club after approval under item 2(i) above is obtained; and
 - (iii) approval from the State Exco of Selangor for the conversion and sub-division of BCityLand after approvals under items 2(i) and (ii) above are obtained.

On 10 November 2017, BLand announced that further to the legal proceedings instituted by BLand, BTSB and BCity ("the Applicants") in March 2016 against the (1) Selangor State Government, (2) MDHS, (3) Majlis Daerah Kuala Selangor, (4) Pengarah Pejabat Tanah & Galian Negeri Selangor, (5) Pengarah Jabatan Perancangan Bandar dan Desa Negeri Selangor, (6) Pengarah Jabatan Kerja Raya Negeri Selangor, (7) Pengarah Jabatan Alam Sekitar Negeri Selangor and (8) Pengarah Jabatan Geosains Negeri Selangor (the "Respondents") by way of an application for judicial review in the Shah Alam High Court, the Shah Alam High Court had on 9 November 2017 decided on the judicial review in favour of the Applicants.

The judgment rendered on 9 November 2017 was as follows:

- 1) The Applicants' applications against the 2nd, 3rd, 4th, 6th, 7th and 8th Respondents were dismissed with costs of RM2,000.00 awarded to the 2nd, 3rd, 4th, 6th, 7th and 8th Respondents respectively.
- 2) The Applicants are allowed to proceed with the development.
- 3) The Applicants are required to submit the relevant documents to the relevant technical departments for comments.
- 4) The technical departments are directed to respond within 3 months from the receipt of these documents, and failing which it is deemed that they have no objection to these documents.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

41. FINANCIAL GUARANTEES, CONTINGENT LIABILITIES AND MATERIAL LITIGATIONS (CONTINUED)

- 5) Pursuant to an order in the nature of mandamus, the 1st and 5th Respondents are directed to re-table the Applicants' proposal papers to relocate and construct the Selangor Turf Club before the National Physical Planning Council within 3 months after the receipt of the proposal papers from the Applicants.
- 6) The Applicants are directed to submit the said proposal papers within 1 month upon receipt of the fair order, failing which the Applicants shall forfeit the benefit of the order of mandamus pursuant to paragraph (5) above.
- 7) The 1st and 5th Respondents are ordered to pay the Applicants compensation for any loss suffered by the Applicants. The amount of such compensation will be assessed in subsequent proceedings.

On 14 December 2017, BLand announced that the Selangor State Government and several other respondents have filed a Notice of Appeal to the Court of Appeal to appeal against the above decision of the Shah Alam High Court. The hearing at the Court of Appeal has been fixed on 8 October 2018. The 1st and 5th Respondents have also applied to stay the ongoing proceedings in the Shah Alam High Court and the execution of the Shah Alam High Court judgment in the judicial review proceedings ("Stay Application").

The Applicants have applied to the Shah Alam High Court for an extension of time to submit the proposal papers to the 1st and 5th Respondents ("Extension of Time Application"). The hearing for the extension of time has been fixed on 26 July 2018. However, the matter was adjourned.

In addition, the Applicants have also filed an application for assessment of compensation ("Assessment Proceedings") pursuant to the aforesaid Shah Alam High Court judgment. The case management date for the Stay Application, Extension of Time Application and Assessment Proceedings was fixed on 15 August 2018. On 15 August 2018, the Court fixed 17 October 2018 for the next case management pending the settlement of the matters by the parties concerned.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

41. FINANCIAL GUARANTEES, CONTINGENT LIABILITIES AND MATERIAL LITIGATIONS (CONTINUED)

- (4) On 6 November 2015, the Company announced that its 72.6% subsidiary, BJR had instituted legal proceedings in the Republic of Korea against JDC for breach of certain terms and conditions set out in the Land SPA entered into between BJR and JDC in relation to the proposed mixed development of an international themed village known as the "Jeju Airst City" in Jeju Island, Republic of Korea ("Jeju Project") and to claim for losses and damages incurred as a result thereof ("JDC Lawsuit"). JDC holds a 19% stake in BJR.

Pursuant to the Land SPA, JDC is obligated to transfer the land to BJR, free from all liens, security interests and encumbrances. However, on 20 March 2015 the Korean Supreme Court ruled that the expropriation by JDC of certain parcels of land which were then subsequently sold to BJR pursuant to the Land SPA was invalid. Hence, the Group deemed that JDC had breached the terms of the Land SPA as it had failed to transfer good and unencumbered title to the said lands to BJR. Under the circumstances, the ongoing development works on the Jeju Project were suspended pending the resolutions of the lawsuits. A consequence of the Korean Supreme Court decision is that certain other former owners of the said lands had filed a suit against JDC and BJR, seeking the cancellation of registration of land titles ("Landowners Lawsuits").

Pursuant to the financing arrangement for Phase 1 of the Jeju Project and following the suspension of the development work thereon, JDC had repurchased part of the lands (under Phases 2 to 9) for KRW107.0 billion (or about RM374.5 million) and the cash proceeds were used to fully settle the loan outstanding with the financiers, and to partially settle the Phase 1 construction costs due and owing to the main contractor.

On completion of the land repurchase by JDC, BJR gave notice to terminate the Land SPA in respect of the remaining land under Phase 1 of the Jeju Project. BJR has grounds to terminate the Land SPA following court decisions rendered in certain of the Landowner Lawsuits to cancel the registration of land titles.

At the sixth court hearing on 14 October 2016, the presiding judge had agreed to BJR's application to conduct land price appraisal of Jeju Project. The presiding judge had also made an inspection of the Jeju Project site on 25 November 2016. The land price appraisal report of the Jeju Project has been completed by the court appointed land appraisal company and the land price appraisal report has been submitted directly to the court.

On 13 September 2017, JDC and Seogwipo City lost the Administrative Lawsuit case at the Jeju District Court. As a result, all the development approvals in connection with the Jeju Project were nullified. JDC and Seogwipo City have filed an appeal against the Administrative Lawsuit decision and the appeal proceedings are currently pending.

In view of the nullification of all the development approvals, BJR applied to the court for a supplementary land price appraisal report to be prepared based on the revised assumption of no development approval for the land. On February 2018, the presiding judge was re-assigned to another court and a new judge was appointed to preside over the JDC Lawsuit. BJR was dissatisfied with the supplementary land price appraisal report as it was based on disputable land reference. Hence, BJR applied to the court to conduct a second supplementary land price appraisal in July 2018. The court has agreed to BJR's application to conduct the second supplementary appraisal by another land appraisal company. The new presiding judge will set the next hearing date upon completion of the second supplementary land price appraisal report.

Based on the legal opinion obtained from its lawyers, BJR has determined that it has the legal right to claim for damages under the Land SPA, Korean Civil Code and case precedents established in the Korean Courts. BJR's lawyers have also opined that it is probable that BJR will prevail in the lawsuit against JDC on the claim for costs incurred. Hence, BJR has determined that it is able to recover the costs incurred for the Jeju Project in full.

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41. FINANCIAL GUARANTEES, CONTINGENT LIABILITIES AND MATERIAL LITIGATIONS (CONTINUED)

- (5) In the previous financial year ended 30 April 2017, BLand had announced that GMOC, a 51.00% owned subsidiary company of the BLand group, had completed the disposal of the Berjaya (China) Great Mall Recreation Centre located in Sanhe City, Hebei Province, the People's Republic of China for a revised total cash consideration of RMB2.04 billion (or about RM1.28 billion) to Beijing SkyOcean. GMOC had received RMB1,065 million (or about RM711.32 million) and the balance of cash consideration of RMB974.07 million (or about RM601.78 million) ("Final Instalment") was to be received by November 2017.

On 8 December 2017, BLand announced that Beijing SkyOcean had not remitted the Final Instalment of RMB974.07 million (about RM601.78 million) by the appointed time. Accordingly, GMOC had on 7 December 2017 issued a notice of demand to Beijing SkyOcean and the guarantors to pay the Final Instalment and accrued late payment interest within 3 days upon receipt of the said notice, failing which GMOC will take all relevant legal measures, including commencing legal proceedings in Hong Kong against Beijing SkyOcean and the guarantors to protect and enforce GMOC's legitimate rights.

On 19 January 2018, BLand announced that GMOC has on even date submitted a notice of arbitration to the HKIAC against Beijing SkyOcean and the guarantors namely, against SkyOcean Holdings Group Limited and Mr Zhou Zheng, to recover the Final Instalment and accrued late payment interest and other reliefs.

The arbitral tribunal was fully constituted at the end of June 2018 and the arbitration proceedings are ongoing.

Based on the legal opinion obtained from its lawyers, it is highly probable that GMOC will prevail against Beijing SkyOcean before the HKIAC.

- (6) Philippine Gaming Management Corporation ("PGMC"), an 88.26%-owned subsidiary company of BToto, commenced arbitration proceedings against Philippine Charity Sweepstakes Office ("PCSO") at the International Chamber of Commerce, International Court of Arbitration, pursuant to an interim agreement between PGMC and the PCSO whereby the parties agreed to resort to arbitration in order to settle issues regarding PGMC's exclusivity as an online lottery lessor of PCSO in Luzon, Philippines. On 13 August 2015, PGMC and PCSO entered into a supplemental and status quo agreement to maintain the status quo existing as provided for in an interim settlement agreement for a period of three (3) years from 22 August 2015 until 21 August 2018, pending the resolution of the issue on the exclusivity rights through arbitration proceedings.

On 1 March 2018, BToto announced that its 88.26%-owned subsidiary, Berjaya Philippines Inc. ("BPI"), the immediate holding company of PGMC, which is listed on the Philippine Stock Exchange ("PSE") has on even date released an announcement to PSE that PGMC had received the Final Award issued by the Arbitral Tribunal which ruled that PGMC "does not have an exclusive contractual right to supply an online lottery system for Luzon" because the 1995 Equipment Lease Agreement and the 2004 Amendments to the Equipment Lease Agreement "do not grant such exclusivity in their terms". The Arbitral Tribunal also ordered PGMC to pay all of PCSO's reasonable costs and expenses in the arbitration, which amount to PHP53.6 million (equivalent to approximately RM4.069 million), and to reimburse PCSO the amount of USD200,000 (equivalent to approximately RM789,000), which PCSO paid as advance on costs.

PGMC has filed a Petition with the Makati Regional Trial Court to appeal on all aspects of the Final Award and argue that more than 15 years of exclusivity as acknowledged by PCSO should prevail in determining the award, and that the compensation structure which accords PGMC with a share of all lottery revenue from Luzon does not permit any third party supplier of lottery equipment to reduce or share in the revenue arising from Luzon that is contractually provided for PGMC ("PGMC Proceeding").

The PGMC Proceeding is still ongoing.

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42. FAIR VALUE MEASUREMENT

The Group and the Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1	Quoted (unadjusted) market prices in active markets for identical assets or liabilities
Level 2	Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
Level 3	Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

42.1 Group's non-financial assets that are measured at fair value

The table below analyses the Group's non-financial assets measured at fair value at the reporting date, according to the level in the fair value hierarchy:

Group	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
2018				
Investment properties				
- Commercial properties	-	127,115	645,352	772,467
- Other properties	-	55,964	49,440	105,404
	<u>-</u>	<u>183,079</u>	<u>694,792</u>	<u>877,871</u>
2017				
Investment properties				
- Commercial properties	-	100,813	633,814	734,627
- Other properties	-	54,592	50,958	105,550
	<u>-</u>	<u>155,405</u>	<u>684,772</u>	<u>840,177</u>

NOTES TO THE FINANCIAL STATEMENTS

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42. FAIR VALUE MEASUREMENT (CONTINUED)

42.1 Group's non-financial assets that are measured at fair value (continued)

Description of valuation techniques used and key inputs to valuation on non-financial assets

(1) Comparison method

Under the comparison method, a property's fair value is estimated based on comparable transactions. This approach is based upon the principle of substitution under which a potential buyer will not pay more for the property than it will cost to buy a comparable substitute property. In theory, the best comparable sale would be an exact duplicate of the subject property and would indicate, by the known selling price of the duplicate, the price for which the subject property could be sold.

The land is valued by reference to transactions of similar lands in surrounding with adjustments made for differences in location, terrain, size and shape of the land, tenure, title restrictions, if any and other relevant characteristics.

Investment properties valued using the comparison method are categorised as Level 2 in the fair value hierarchy.

Certain other investment properties valued using the comparison method with significant adjustments made for differences such as location, size, condition, accessibility and design ("adjustment factors") are categorised as Level 3 in the fair value hierarchy. The significant unobservable inputs for this category of investment properties, which are the adjustment factors, range between 89% and -77% (2017: 104% and -64%) of the respective properties' fair value.

(2) Depreciable Replacement Cost Method

Completed buildings are valued by reference to the current estimates on constructional costs to erect equivalent buildings, taking into consideration of similar accommodation in terms of size, construction and profits. Appropriate adjustments are then made for the factors of age, obsolescence and existing physical condition of the building.

The investment properties valued using this method is categorised as Level 3 in the fair value hierarchy. The significant unobservable inputs for this category of assets are the replacement cost per square foot which ranges from RM80 per square foot to RM5,336 per square foot (2017: RM80 to RM4,582 per square foot), and the depreciation rate of 2% (2017: 2%).

Fair value reconciliation of non-financial assets measured at Level 3:

	Group	
	2018 RM'000	2017 RM'000
At beginning of year	684,772	635,536
Disposals during the year	(1,480)	-
Net transfer from property, plant and equipment	12,309	5,186
Fair value adjustments during the year	2,777	13,275
Reclassified from Level 2	-	27,110
Exchange differences	(3,586)	3,665
At end of year	694,792	684,772

NOTES TO THE FINANCIAL STATEMENTS

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42. FAIR VALUE MEASUREMENT (CONTINUED)

42.1 Group's non-financial assets that are measured at fair value (continued)

(3) Sensitivity analysis

The increase in the price per square feet of comparable properties in the surrounding vicinity will result in an increase of fair value of these properties.

42.2 Fair value disclosures of non-financial assets

The table below analyses the Group's fair value disclosures of the non-financial assets at the reporting date according to the level in the fair value hierarchy:

Group	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
2018				
Associated companies	431,069	-	-	431,069
Inventories	884	-	-	884
2017				
Associated companies	540,218	-	-	540,218
Inventories	1,017	-	-	1,017
Company				
Company	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
2018				
Subsidiary companies	144,102	-	-	144,102
Associated companies	267,246	-	-	267,246
2017				
Subsidiary companies	212,781	-	-	212,781
Associated companies	293,910	-	-	293,910

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42. FAIR VALUE MEASUREMENT (CONTINUED)

42.3 Financial Instruments that are measured at fair value

The table below analyses the financial instruments measured at fair value at the reporting date, according to the level in the fair value hierarchy:

Group	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
2018				
Financial assets				
Other investments	56,568	-	-	56,568
Short-term investments	-	44,362	-	44,362
Trading securities	884	-	-	884
2017				
Financial assets				
Other investments	60,104	4,469	-	64,573
Short-term investments	-	11,927	-	11,927
Trading securities	1,017	-	-	1,017
Financial liability				
Derivative liability	-	2,208	-	2,208
Company				
	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
2017				
Financial liability				
Derivative liability	-	2,208	-	2,208

NOTES TO THE FINANCIAL STATEMENTS

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43. FINANCIAL INSTRUMENTS

43.1 Classification of financial instruments

Financial assets and financial liabilities are measured on an ongoing basis either at fair value or at amortised cost. The accounting policies in Note 2.2 describe how the classes of financial instruments are measured, and how income and expense, including fair value gains and losses, are recognised. The following table analyses the financial assets and liabilities in the statement of financial position by the class of financial instruments to which they are assigned, and therefore by the measurement basis:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
Financial assets				
<u>Available-for-sale</u>				
Other investments	139,692	120,026	-	-
<u>Fair value through profit or loss</u>				
Other investments	8,429	31,515	-	-
Short-term investments	44,362	11,927	-	-
	52,791	43,442	-	-
<u>Loans and receivables</u>				
Other long term receivables	1,552,280	1,360,707	83,987	-
Trade and other receivables	1,261,802	1,825,252	1,652,318	5,113,684
Deposits with financial institutions	710,830	636,024	116,036	49,825
Cash and bank balances	920,816	1,098,273	37,439	37,897
	4,445,728	4,920,256	1,889,780	5,201,406
Total financial assets	4,638,211	5,083,724	1,889,780	5,201,406
Financial liabilities				
<u>Fair value through profit or loss</u>				
Derivative liability	-	2,208	-	2,208
<u>Other financial liabilities</u>				
Liability component of irredeemable convertible unsecured loan stocks	128,193	152,278	128,159	152,167
Long term borrowings	3,587,054	3,304,466	832,153	392,132
Other long term liabilities	110,528	116,204	88,324	107,594
Trade and other payables	2,190,021	2,089,006	178,673	168,940
Short term borrowings	2,633,185	3,308,755	433,899	407,874
	8,648,981	8,970,709	1,661,208	1,228,707
Total financial liabilities	8,648,981	8,972,917	1,661,208	1,230,915

NOTES TO THE FINANCIAL STATEMENTS

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43. FINANCIAL INSTRUMENTS (CONTINUED)

43.2 Fair value

- (1) Financial instruments that are measured at fair value

Information of financial instruments of the Group that are measured at fair value is disclosed in Note 42.

- (2) Financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximations of fair values.

The following are classes of financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair values:

	<u>Note</u>
Other long term receivables	11
Trade and other receivables (current)	15
Trade and other payables (current)	28
Short term borrowings (current)	29
Other long term liabilities	25
Long term borrowings (non-current) at floating rate	24

The carrying amounts of these financial assets and liabilities are reasonable approximations of fair values due to either insignificant impact of discounting from their short term nature or that they are floating rate instruments that are re-priced to market interest rates on or near the reporting date.

The fair values of Medium Term Notes and finance lease obligations are estimated by discounting expected future cash flows at market incremental lending rates for similar types of lending, borrowing or leasing arrangements at reporting date.

The fair values of quoted equity instruments and Malaysian Government Securities are determined by reference to their published market bid price at reporting date.

The fair values of financial guarantees are determined based on the probability weighted discounted cash flows method. The probability has been estimated and assigned for the following key assumptions:

- the likelihood of the guaranteed party defaulting within the guaranteed period;
- the exposure on the portion that is not expected to be recovered due to the guaranteed party's default; and
- the estimated loss exposure if the party guaranteed were to default.

The Company has assessed the financial guarantee contracts and concluded that the financial impact of the guarantees is not material.

Forward currency contracts are valued using a valuation technique with market observable inputs.

NOTES TO THE FINANCIAL STATEMENTS

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43. FINANCIAL INSTRUMENTS (CONTINUED)

43.2 Fair value (continued)

- (3) Financial instruments that are not measured at fair value and whose carrying amounts are not reasonable approximation of fair value.

	Group			
	2018 Carrying amount RM'000	2018 Fair value RM'000	2017 Carrying amount RM'000	2017 Fair value RM'000
<u>Financial assets</u>				
Other investments				
- Unquoted shares	91,553	*	86,968	*
<u>Financial liabilities</u>				
BCorp ICULS 2012/2022	114,339	84,711	137,103	109,857
BCorp ICULS 2016/2026	13,820	9,855	15,064	11,737
REDtone ICULS	34	33	111	103
Fixed rate loan	26,700	23,529	28,838	25,095

	Company			
	2018 Carrying amount RM'000	2018 Fair value RM'000	2017 Carrying amount RM'000	2017 Fair value RM'000
<u>Financial liabilities</u>				
BCorp ICULS 2012/2022	114,339	84,711	137,103	109,857
BCorp ICULS 2016/2026	13,820	9,855	15,064	11,737

Note:

- * These investments are carried at cost less accumulated impairment loss as their fair values cannot be measured reliably due to the absence of an active market and reliable input data.

NOTES TO THE FINANCIAL STATEMENTS

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44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The financial risk management policies of the Group seek to ensure that adequate financial resources are available for the development of the Group's businesses whilst managing its market risk (including interest rate risk, foreign currency risk and equity price risk), liquidity risk and credit risks. The Group operates within clearly defined guidelines and the Group's policy is not to engage in speculative transactions.

44.1 Market risk

(1) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of the Group's and the Company's financial instruments will fluctuate because of changes in market interest rates.

The interest bearing assets are made up of deposits with licensed financial institutions and interest bearing receivables.

The Group manages the interest rate risk of its deposits with licensed financial institutions by placing them at the most competitive interest rates obtainable, which yield better returns than cash at bank and by maintaining a prudent mix of short and long term deposits and actively reviewing its portfolio of deposits. The Group also ensures that the rates contracted for its interest bearing receivables are reflective of the prevailing market rates.

The Group manages its interest rate risk exposure from interest bearing borrowings by maintaining a mix of fixed and floating rate borrowings. The Group actively reviews its debt portfolio, taking into account the investment holding period and nature of its assets. This strategy allows it to capitalise on cheaper funding in a low interest rate environment and achieve a certain level of protection against rate hikes. The Group does not utilise interest swap contracts or other derivative instruments for trading or speculation purposes.

NOTES TO THE FINANCIAL STATEMENTS

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44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

44.1 Market risk (continued)

(1) Interest rate risk (continued)

All of the Group's and Company's financial assets and liabilities at floating rates are contractually re-priced at intervals of less than 6 months (2017: less than 6 months) from the reporting date.

The information on maturity dates and effective interest rates of financial assets and liabilities are disclosed in their respective notes.

At the reporting date, the interest rate profile of the interest-bearing financial instruments was:

	Group		Company	
	2018 RM'000	2017 RM'000	2018 RM'000	2017 RM'000
<u>Fixed rate instruments</u>				
Financial assets	710,830	636,024	116,036	49,825
Financial liabilities	1,629,712	1,688,283	129,699	153,150
<u>Floating rate instruments</u>				
Financial assets	735,221	874,276	1,717,152	1,346,739
Financial liabilities	4,718,720	5,156,325	1,264,512	941,109

(i) Fair value sensitivity analysis for fixed rate instruments

The Group does not measure any fixed rate instruments at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect the income statement.

(ii) Sensitivity analysis for floating rate instruments

A change of 25 basis points in interest rates at the reporting date would result in the profit or loss before tax of the Group and of the Company to be higher/lower by RM9,959,000 (2017: RM10,705,000) and by RM1,132,000 (2017: RM1,014,000), respectively. This analysis assumes that all other variables remain constant.

(2) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign currency rates.

The Group operates internationally and is exposed to various currencies, mainly United States Dollar ("USD"), Euro ("EUR"), Singapore Dollar ("SGD"), Thai Baht ("THB"), Japanese Yen ("JPY"), Seychelles Rupees ("SCR"), Vietnam Dong ("VND") and Chinese Renminbi ("CNY"). The Group maintains a natural hedge, whenever possible, by borrowing in the currency of the country in which the property or investment is located.

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44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

44.1 Market risk (continued)

(2) Currency risk (continued)

The significant unhedged financial assets and liabilities of the Group that are not denominated in their functional currencies are as follows:

Functional Currency of Group Companies	USD	EUR	SGD	THB	JPY	VND	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
As at 30 April 2018							
Trade and Other Receivables							
Ringgit Malaysia ("MYR")	135,546	-	859	72,569	209,742	58,733	477,449
SCR	888	4,981	-	-	-	-	5,869
SGD	-	-	-	-	36,142	-	36,142
USD	-	-	-	-	-	148,827	148,827
	<u>136,434</u>	<u>4,981</u>	<u>859</u>	<u>72,569</u>	<u>245,884</u>	<u>207,560</u>	<u>668,287</u>
Cash and Bank Balances							
MYR	5,883	5	1,399	-	10	-	7,297
SCR	5,934	8,146	-	-	-	-	14,080
CNY	422	9	-	-	-	-	431
VND	48	-	-	-	-	-	48
SGD	-	-	-	-	79,317	-	79,317
	<u>12,287</u>	<u>8,160</u>	<u>1,399</u>	<u>-</u>	<u>79,327</u>	<u>-</u>	<u>101,173</u>
Trade and Other Payables							
MYR	3,660	-	11,065	-	539	-	15,264
SCR	155	50	-	-	-	-	205
BND	89	-	-	-	-	-	89
VND	1,338	-	-	-	-	-	1,338
SGD	-	-	-	-	46,217	-	46,217
	<u>5,242</u>	<u>50</u>	<u>11,065</u>	<u>-</u>	<u>46,756</u>	<u>-</u>	<u>63,113</u>
Borrowings							
MYR	92,757	-	24,620	-	-	-	117,377
SCR	-	31,291	-	-	-	-	31,291
SGD	-	-	-	-	524,852	-	524,852
	<u>92,757</u>	<u>31,291</u>	<u>24,620</u>	<u>-</u>	<u>524,852</u>	<u>-</u>	<u>673,520</u>

NOTES TO THE FINANCIAL STATEMENTS

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44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

44.1 Market risk (continued)

(2) Currency risk (continued)

FINANCIAL INSTRUMENTS

Functional
Currency of
Group
Companies

	USD	EUR	SGD	THB	JPY	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000

As at 30 April 2017

Trade and Other Receivables

Ringgit Malaysia ("MYR")	380,289	-	282,662	73,520	-	736,471
SCR	492	2,640	-	-	-	3,132
SGD	-	-	-	-	76,761	76,761
	<u>380,781</u>	<u>2,640</u>	<u>282,662</u>	<u>73,520</u>	<u>76,761</u>	<u>816,364</u>

Cash and Bank Balances

MYR	2,364	-	272	-	-	2,636
SCR	3,304	4,015	-	-	-	7,319
VND	141	-	-	-	-	141
SGD	-	-	-	-	167,333	167,333
	<u>5,809</u>	<u>4,015</u>	<u>272</u>	<u>-</u>	<u>167,333</u>	<u>177,429</u>

Trade and Other Payables

MYR	22,230	-	534	(2)	-	22,762
SCR	519	94	-	-	-	613
VND	4,868	-	-	-	-	4,868
SGD	-	-	-	-	53,133	53,133
	<u>27,617</u>	<u>94</u>	<u>534</u>	<u>(2)</u>	<u>53,133</u>	<u>81,376</u>

Borrowings

MYR	236,363	-	38,698	-	-	275,061
SGD	-	-	-	-	728,136	728,136
	<u>236,363</u>	<u>-</u>	<u>38,698</u>	<u>-</u>	<u>728,136</u>	<u>1,003,197</u>

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44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

44.1 Market risk (continued)

(2) Currency risk (continued)

(i) Sensitivity analysis for currency risk

The following table demonstrates the sensitivity of the Group's profit net of tax to a reasonably possible change in those foreign currencies and MYR exchange rates, which might have material impact to the Group's profit net of tax, against the respective major functional currencies of the Group entities, with all other variables remain constant.

	GROUP	
	2018 RM'000	2017 RM'000
<u>Increase/(Decrease) to profit net of tax</u>		
MYR/USD - strengthened 11% (2017: 2%)	(4,951)	(2,481)
- weakened 1% (2017: 11%)	450	13,647
MYR/SGD - strengthened 7% (2017: 7%)	2,340	(17,059)
- weakened 7% (2017: 7%)	(2,340)	17,059
MYR/THB - strengthened 3% (2017: 12%)	(2,177)	(8,823)
- weakened 3% (2017: 12%)	2,177	8,823
MYR/JPY - strengthened 9% (2017: 2%)	(18,829)	-
- weakened 1% (2017: 4%)	2,092	-
SGD/JPY - strengthened 1% (2017: 1%)	4,556	5,372
- weakened 3% (2017: 5%)	(13,668)	(26,859)
SCR/EUR - strengthened 11% (2017: 2%)	2,004	(131)
- weakened 2% (2017: 2%)	(364)	131

The impact of sensitivity analysis of the other foreign currencies is not material to the Group.

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44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

44.1 Market risk (continued)

(3) Market price risk

Market price risk is the risk that the fair value or future cash flows of the Group's financial instruments will fluctuate because of changes in market prices (other than interest or exchange rates).

The Group is exposed to equity price risk arising from its investment in quoted instruments. The quoted instruments in Malaysia are listed on the Bursa Malaysia whereas the quoted instruments outside Malaysia are listed on London Stock Exchange and Singapore Stock Exchange. These instruments are classified as fair value through profit or loss or available for sale financial assets. To manage its market price risk arising from investments in quoted instruments, the Group diversifies its portfolio and diversification of the portfolio is done in accordance with the limits set by the Group.

A subsidiary company of the Group is also exposed to price fluctuation on commodities particularly for the crude palm oil and palm kernel. It mitigates its risk to the price volatility through constant monitoring on the movement of crude palm oil and palm kernel prices. This subsidiary company does not enter into commodity future contracts.

(i) Sensitivity analysis for quoted instruments price risk

At the reporting date, if the various stock indices had been 1% higher/lower, with all other variables held constant, the Group's profit net of tax would have been RM78,000 (2017: RM309,000) higher/lower, arising as a result of higher/lower fair value gains on fair value through profit or loss equity instruments, and the Group's other reserve in equity would have been RM488,000 (2017: RM292,000) higher/lower, arising as a result of an increase/decrease in the fair value of equity instruments designated as available for sale.

44.2 Credit risk

Credit risk is the risk of loss that may arise on outstanding financial instruments should a counterparty default on its obligation.

Credit risk is controlled by the application of credit approval limits, monitoring procedures and assessment of collateral values. A credit approval authority limit structure is in place for all lending activities of the Group. Credit risks are minimised and monitored by limiting the Group's association to business partners with high creditworthiness. Receivables are monitored on an ongoing basis via management reporting procedures.

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44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

44.2 Credit risk (continued)

(1) Exposure to credit risk

The carrying amounts of the financial assets recorded on the statements of financial position at the reporting date represents the Group's and the Company's maximum exposure to credit risk in relation to financial assets. The Group has no significant concentration risk that may arise for exposure to a single debtor or a group of debtors except for RM473,862,000 (2017 : RM598,884,000) being the Final Instalment of the disposal of the Great Mall Project, RM593,253,000 (2017 : RM604,255,000) being losses and damages of JDC Lawsuit and the amounts owing by joint ventures and associated companies as disclosed in Notes 11 and 15. The Company has no significant concentration of credit risk that may arise from exposures to a single debtor or to groups of receivables except for the amounts owing by subsidiary companies.

At the reporting date, the Company's maximum exposure to credit risk is represented by a nominal amount of RM370,645,000 (2017: RM469,696,000) relating to corporate guarantee provided by the Company to banks on subsidiary companies' borrowings.

(2) Credit risk concentration profile

The Group determines concentrations of credit risk by monitoring the business segments of its trade receivables on an ongoing basis.

Further information on trade receivables are disclosed in Note 15.

The credit risk concentration profile of the Group's trade receivables at the reporting date are as follows:

	Group			
	2018		2017	
	RM'000	%	RM'000	%
By business segments				
Financial services	229,306	38.02	247,762	37.43
Marketing of consumer products and services	175,176	29.04	247,900	37.45
Property investment and development	79,540	13.19	58,769	8.88
Hotels and resorts	54,697	9.07	19,409	2.93
Gaming and related activities	57,002	9.45	64,570	9.75
Restaurants	7,015	1.16	6,359	0.96
Others	400	0.07	17,234	2.60
	<u>603,136</u>	<u>100.00</u>	<u>662,003</u>	<u>100.00</u>

NOTES TO THE FINANCIAL STATEMENTS

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44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

44.3 Liquidity risk

Liquidity risk is the risk that the Group or the Company will encounter difficulty in meeting financial obligation due to the shortage of funds.

The Group actively manages its operating cash flows and the availability of fund so as to ensure that all funding needs are met. As part of its overall prudent liquidity management, the Group maintains sufficient levels of cash or cash convertible investments to meet its working capital requirements. In addition, the Group strives to maintain available banking facilities at reasonable level to its overall debt position. As far as possible, the Group raises committed funding from both capital markets and financial institutions and prudently balances its portfolio with some short term funding so as to achieve overall cost effectiveness.

Analysis of undiscounted financial instruments by remaining contractual maturities

Group	On demand or within one year	One to five years	Over five years	Total
	RM'000	RM'000	RM'000	RM'000
2018				
Financial liabilities				
Irredeemable convertible unsecured loan stocks	34,307	104,319	6,401	145,027
Trade and other payables	2,190,846	-	-	2,190,846
Hire purchase and leasing payables	23,741	64,334	36,825	124,900
Loans and borrowings	2,944,189	3,459,171	295,414	6,698,774
Other long term liabilities	22,204	78,330	58,748	159,282
	<u>5,215,287</u>	<u>3,706,154</u>	<u>397,388</u>	<u>9,318,829</u>
2017				
Financial liabilities				
Irredeemable convertible unsecured loan stocks	34,307	136,568	8,233	179,108
Trade and other payables	2,089,923	-	-	2,089,923
Hire purchase and leasing payables	100,993	18,742	294	120,029
Loans and borrowings	3,857,906	3,102,969	298,850	7,259,725
Other long term liabilities	19,029	87,030	87,030	193,089
	<u>6,102,158</u>	<u>3,345,309</u>	<u>394,407</u>	<u>9,841,874</u>

NOTES TO THE FINANCIAL STATEMENTS

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44. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

44.3 Liquidity risk (continued)

Company	On demand or within one year	One to five years	Over five years	Total
2018	RM'000	RM'000	RM'000	RM'000
Financial liabilities				
Irredeemable convertible unsecured loan stocks	34,307	104,319	6,401	145,027
Trade and other payables	179,498	-	-	179,498
Hire purchase and leasing payables	513	1,313	-	1,826
Loans and borrowings	630,225	859,021	-	1,489,246
Other long term liabilities	-	78,330	58,748	137,078
	<u>844,543</u>	<u>1,042,983</u>	<u>65,149</u>	<u>1,952,675</u>
2017				
Financial liabilities				
Irredeemable convertible unsecured loan stocks	34,307	136,568	8,233	179,108
Trade and other payables	169,857	-	-	169,857
Hire purchase and leasing payables	352	806	-	1,158
Loans and borrowings	503,775	391,427	-	895,202
Other long term liabilities	-	87,030	87,030	174,060
	<u>708,291</u>	<u>615,831</u>	<u>95,263</u>	<u>1,419,385</u>

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

45. CAPITAL MANAGEMENT

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximise shareholder value.

The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. This function is carried out on a centralised entity wide basis by the Group's Treasury Division. The Treasury Division will handle and manage the Group's funds and financial resources and all its loans and borrowings on a "pool basis". No changes were made in the objectives, policies or processes during the financial years ended 30 April 2018 and 2017.

The Group monitors capital using a gearing ratio, which is total debt divided by total equity. The Group includes within total debt, borrowings, liability component of irredeemable convertible unsecured loan stocks, block discounting, hire purchase and finance lease obligations. Total equity represents net equity attributable to the owners of the parent plus non-controlling interests.

		Group	
	Note	2018 RM'000	2017 RM'000
Liability component of irredeemable convertible unsecured loan stocks	21	128,193	152,278
Long term borrowings	24	3,587,054	3,304,466
Short term borrowings	29	2,633,185	3,308,755
Total debt		<u>6,348,432</u>	<u>6,765,499</u>
Total equity		<u>10,325,287</u>	<u>10,818,669</u>
Gearing ratio (%)		<u>61</u>	<u>63</u>

The gearing ratio is not governed by the FRS and its definition and calculation may vary from one group/company to another.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

46. SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

- (1) On 15 June 2017, BToto announced that Sports Toto Malaysia Sdn Bhd, its wholly owned subsidiary company, proposed to establish a Medium Term Notes ("MTN") Programme of up to RM800.00 million in nominal value. The MTN Programme shall have a tenure of up to 15 years and the first issuance under the MTN Programme will be made within 60 business days from 15 June 2017. The MTN Programme has been accorded a preliminary rating of AA-/Stable by the Malaysian Rating Corporation Berhad.
- (2) On 29 June 2017, BToto announced that Berjaya Philippines Inc ("BPI"), its 88.26% owned subsidiary company, had during the period from 14 June 2017 to 28 June 2017 acquired 3,900,000 ordinary shares of 7-Eleven Malaysia Holdings Berhad ("SEM"), representing an equity interest of about 0.35% in SEM, for a cash consideration of about RM5.36 million.

On 18 July 2017, BToto announced that BPI, its 88.26% owned subsidiary company, had during the period from 4 July 2017 to 14 July 2017 acquired 5,400,000 ordinary shares of SEM, representing an equity interest of about 0.49% in SEM, for a cash consideration of about RM7.38 million.

- (3) On 31 July 2017, the Company announced that Berjaya Pharmacy Sdn Bhd ("BPharmacy"), an 80% owned subsidiary company of the Group, together with Berjaya Pharmacy Distribution Sdn Bhd (formerly known as Berjaya Chemist Warehouse Asia Sdn Bhd), a subsidiary company of BPharmacy, and CW Retail Asia Pty Ltd, a company incorporated in Australia, have mutually terminated the joint venture cum shareholders agreement, which was previously entered into by all the parties on 3 March 2016 to operate pharmacies under the co-brand name of "Chemist Warehouse Berjaya Asia".
- (4) On 8 August 2017, BLand announced that Nada Embun Sdn Bhd, its wholly owned subsidiary company, had on 3 August 2017 disposed of 12.00 million ordinary shares representing 1.01% equity interest in BAssets, for a cash consideration of RM12.96 million or at RM1.08 per BAssets share. Consequently, BLand holds a 12.78% equity interest in BAssets.
- (5) On 15 August 2017, BToto announced that the Regional Trial Court of Makati had on 10 August 2017 issued a Writ of Preliminary Injunction ("Writ") against Philippine Charity Sweepstakes Office ("PCSO"), the lessee of Prime Gaming Management Corporation ("PGMC"), a wholly owned subsidiary company of BPI, which in turn is a 88.26% owned subsidiary company of BToto. The Writ restrains PCSO from conducting or continuing with the public bidding process and from performing any act that will violate PGMC's right as exclusive supplier of lottery equipment to PCSO in the Luzon territory.
- (6) On 18 August 2017, BLand announced that Portal Access Sdn Bhd ("PASB"), its wholly owned subsidiary company, had on 17 August 2017 disposed of 20.00 million ordinary shares representing 1.68% equity interest in BAssets, for a cash consideration of RM21.00 million or at RM1.05 per BAssets share. Consequently, BLand holds a 11.09% equity interest in BAssets.
- (7) On 29 September 2017, BLand announced that PASB and BTS Hotel Sdn Bhd, both its wholly owned subsidiary companies, had on 27 September 2017 disposed of a total of 25.00 million ordinary shares representing 2.10% equity interest in BAssets for a total cash consideration of RM25.00 million or at RM1.00 per BAssets share. Following the disposal, BLand group holds a total of 106,879,347 BAssets shares representing about 8.99% equity interest in BAssets.
- (8) On 23 October 2017, BLand announced that it disposed of 10.00 million ordinary shares, representing 0.90% equity interest, in 7-Eleven Malaysia Holdings Berhad ("SEM") for a total cash consideration of RM14.90 million or at RM1.49 per SEM share. Following the disposal, BLand's shareholding in SEM was 6.50 million shares representing 0.59% equity interest.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

46. SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR (CONTINUED)

- (9) On 16 November 2017, BLand announced that BLCL, its wholly owned subsidiary company, completed the disposal of 500,000 ordinary shares, representing 100% equity interest, in BIH SIAMH for a consideration of SGD2.97 million satisfied by 1,487,468 new SIAMH shares issued at SGD2.00 per SIAMH share ("BIH Disposal"). As part of the terms of the BIH Disposal, BLCL novated the amount owing by BIH to BLCL of about SGD11.20 million to SIAMH and SIAMH settled the amount with the issuance of 5,598,221 new SIAMH shares at the issue price of SGD2.00 per share. BLCL also completed the subscription of 1,909,829 new SIAMH shares at SGD2.00 per SIAMH share for a total cash subscription of about SGD3.82 million (equivalent to about RM11.84 million) to be settled on deferred payment terms. Upon the completion of the BIH Disposal, debt settlement and subscription, BLCL acquired 8,995,518 new SIAMH shares and increased its shareholdings to 11.99 million SIAMH shares representing an equity interest of about 34.27%.
- (10) On 24 November 2017, BFood announced that Berjaya Food International Sdn Bhd ("BFI"), its wholly owned subsidiary company, completed the disposal of 13.82 million ordinary shares, representing 99.9% equity interest, in PT Boga Lestari Sentosa ("PT Boga") to Mr Rudy Wiguna and Ms Komelia Ersan for IDR1,000 (or about RM0.32). PT Boga also agreed to settle a portion of the debt owing by PT Boga to BFI for an amount of about IDR9.60 billion (or about RM3.10 million).
- (11) On 2 April 2018, the Company announced the completion of the disposal of the entire 100% equity interest in Berjaya Green Resources Environmental Engineering (Foshan) Co Ltd ("BGREE"), incorporated in the People's Republic of China ("PRC"), to Foshan Water & Environmental Investment Co Ltd ("FWEI"), a company incorporated in the PRC, for a cash consideration of about RMB78.50 million (or about RM50.87 million). FWEI undertook to repay the amount owing by BGREE to the Company of about RM24.80 million. The final payment of RMB2.92 million was received on 30 March 2018.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

47. SIGNIFICANT EVENTS SUBSEQUENT TO THE FINANCIAL YEAR END

- (1) On 4 June 2018, BLand announced that BLCL had entered into an agreement to dispose of its entire 32.5% of the capital contribution in BVFC to Vinhomes and Can Gio Tourist City Corporation for a total cash consideration of VND884.93 billion (about RM154.86 million) ("PropBVFCDisposal").

BLCL's capital contribution of VND967.31 billion (about RM169.28 million) initially represented 100% of the charter capital of BVFC. Following conditions imposed by the Vietnamese authorities, BVFC was required to increase its charter capital and Vinhomes injected fresh capital of VND2,008.69 billion (about RM351.52 million) into BVFC to fulfill the requirement. Consequently, BLCL's holding in BVFC was diluted to 32.5%. The cash consideration will be paid in three tranches in accordance to the fulfilment of certain conditions in the agreement.

In conjunction with the PropBVFCDisposal, Vinhomes and its affiliates ("VinhomesAff") are being considered as potential purchasers of Berjaya Vietnam International University Town One Member Limited Liability Company ("BVIUT"). VinhomesAff had in December 2017 injected fresh capital of VND11,904 billion (about RM2.08 billion) pursuant to the Vietnamese authorities' requirement to increase the charter capital of BVIUT and thereby diluting BLCL's stake in BVIUT from 100% to 0.8%. It is the intention of BLCL to dispose of its 0.8% stake in BVIUT in the near future ("PropBVIUTDisposal"). Together with the PropBVIUTDisposal, the BLand group is also in negotiations on the potential sale of another of its Vietnamese entity.

- (2) On 25 June 2018, the Company announced the completion of the disposal of DSG Holdings Limited ("DSG") to Besino Environment Limited ("Besino"), a company incorporated in the PRC. Previously on 6 March 2018, the Company announced that the Company and other shareholders of DSG, namely Earthlodge Investments Limited and Elque Resources Sdn Bhd, have entered into an agreement with Besino for the proposed disposal of their entire equity interest comprising 10.00 million ordinary shares in DSG to Besino or its affiliate for a total cash consideration of RMB508 million (about RM312.93 million). The Company's portion of the sale proceeds is RMB431.80 million (about RM265.99 million).
- (3) On 31 July 2018, BStarbucks, a wholly owned subsidiary company of BFood, entered into a sales and purchase agreement for the proposed acquisition of a freehold commercial unit in Berjaya Times Square from Deru Klasik Sdn Bhd, for a cash consideration of RM12,435,000 or RM15,000 per square foot.

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
SUBSIDIARIES:				
Subsidiaries of the Company				
AWF Limited*	Hong Kong	100.0	100.0	Investment holding.
Berjaya Green Resources Environmental Engineering (Foshan) Co. Ltd*	People's Republic of China	-	100.0	Building, operating and maintaining wastewater treatment plant.
Berjaya Group Berhad	Malaysia	100.0	100.0	Investment holding.
Berjaya Hills Resort Berhad	Malaysia	100.0	100.0	Hotel operator, golf and recreation club operator, investment in property and property development.
Berjaya Investments (Labuan) Limited	Malaysia	100.0	100.0	Provision of financing services.
Berjaya Kyoto Development (S) Pte Ltd*	Singapore	100.0	¹ 100.0	Investment holding.
Berjaya Lottery Vietnam Limited	Malaysia	100.0	² 100.0	Investment holding.
Berjaya Myanmar Limited	Malaysia	100.0	100.0	Investment holding.
DSG Holdings Limited*	Malaysia	85.0	85.0	Investment holding.
Subsidiaries of AWF Limited				
Boluo Longxi Pengfa Water Supply Co Ltd*	People's Republic of China	100.0	100.0	Production and supply of potable water.
Boluo Longxi Zhiwang Water Supply Co Ltd*	People's Republic of China	100.0	100.0	Production and supply of potable water.
C.A. Pioneer Holding Inc Limited*	Hong Kong	100.0	100.0	Investment holding.

¹ The total equity interests held by the Group is 100.0% and it is held by the following companies:

(i)	Berjaya Corporation Berhad	50.00 %
(ii)	Berjaya Land Berhad	50.00 %

² The total equity interests held by the Group is 100.0% and it is held by the following companies:

(i)	Berjaya Corporation Berhad	80.00 %
(ii)	Berjaya Sports Toto Berhad	20.00 %

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiary of C.A. Pioneer Holding Inc Limited				
Boluo Longxi Water Supply Co Ltd*	People's Republic of China	50.0	50.0	Production and supply of potable water.
Subsidiaries of Berjaya Group Berhad				
Beam Team Sdn Bhd*	Malaysia	100.0	-	To provide digital media marketing programs across omni-channels and multi-platforms.
Berjaya 2nd Homes (MM2H) Sdn Bhd*	Malaysia	100.0	100.0	To act as agents to assist any person for the purpose of staying, investing and trading in Malaysia.
Berjaya Bakes Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Berjaya Books Sdn Bhd*	Malaysia	100.0	100.0	Operation of book stores under the name of "Borders Books".
Berjaya Capital Berhad	Malaysia	100.0	³ 100.0	Investment holding and provision of management services.
Berjaya Channel Sdn Bhd*	Malaysia	100.0	100.0	Provision for and selling of advertising time or space on digital and non-digital media.
Berjaya China Motor Sdn Bhd*	Malaysia	70.0	70.0	Production and selling of motor vehicles.
Berjaya College Sdn Bhd*	Malaysia	70.0	70.0	Provide educational, training activities and consultancy services.
Berjaya Corporation (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.
Berjaya Corporation (S) Pte Ltd *	Singapore	100.0	100.0	Real estate agencies and valuation services.
Berjaya Education Sdn Bhd*	Malaysia	99.3	60.0	Provision of professional training services.

³ The total equity interests held by the Group is 100.00% and it is held by the following companies:

(i)	Berjaya Group Berhad	41.94 %
(ii)	Bizurai Bijak (M) Sdn Bhd	30.00 %
(iii)	Juara Sejati Sdn Bhd	28.06 %

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Group Berhad (continued)				
Berjaya Engineering Construction Sdn Bhd*	Malaysia	100.0	100.0	Provision of civil engineering contracting works.
Berjaya Enviro (S) Pte Ltd*	Singapore	70.0	70.0	Investment holding.
Berjaya Enviro (Sabah) Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Berjaya Fintech Sdn Bhd (formerly known as Berjaya Beverage Sdn Bhd)*	Malaysia	100.0	100.0	Investment holding.
Berjaya Food Berhad	Malaysia	43.7	⁴ 43.4	Investment holding.
Berjaya Group Capital (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.
Berjaya Group (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.
Berjaya Higher Education Sdn Bhd*	Malaysia	71.7	71.7	Investment holding and operating a private university college.
Berjaya HR Café Limited*	Republic of Korea	100.0	100.0	Development and operation of the "Hard Rock Café" chain of restaurants in the Republic of Korea.
Berjaya International Schools Sdn Bhd*	Malaysia	70.0	70.0	Temporary ceased operations.
Berjaya Land Berhad	Malaysia	68.3	⁵ 67.5	Investment holding.

⁴ The total equity interests held by the Berjaya Group Berhad group is 43.67% and it is held by the following companies:

(i)	Berjaya Group Berhad	43.06 %
(ii)	Bukit Kiara Resort Berhad	0.08 %
(iii)	Berjaya Philippines Inc	0.53 %

⁵ The total equity interests held by the Berjaya Group Berhad group is 68.28% and it is held by the following companies:

(i)	Berjaya Group Berhad	1.14 %
(ii)	Juara Sejati Sdn Bhd	24.89 %
(iii)	Teras Mewah Sdn Bhd	24.33 %
(iv)	Bizurai Bijak (M) Sdn Bhd	13.21 %
(v)	Inter-Pacific Securities Sdn Bhd	2.00 %
(vi)	Inter-Pacific Capital Sdn Bhd	1.62 %
(vii)	Rantau Embun Sdn Bhd	0.80 %
(viii)	Prime Credit Leasing Sdn Bhd	0.29 %

The total equity interests held by the Group is 72.12% and the additional equity interest is held by the following company:

(i)	Berjaya Corporation Berhad	3.84 %
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NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Group Berhad (continued)				
Berjaya Papa John's Pizza Sdn Bhd*	Malaysia	100.0	100.0	Temporary ceased operations.
Berjaya Paper Trading Sdn Bhd (formerly known as Inter-Pacific Paper (M) Sdn Bhd)*	Malaysia	51.0	-	Trading of paper and paper products.
Berjaya Pharmacy Sdn Bhd	Malaysia	80.0	80.0	Owner and operator of pharmacy stores and engage in importation, trading, distribution, marketing and retail sales of products sold in pharmacies and health and beauty retailers.
Berjaya Pizza (Philippines) Inc*	Philippines	70.0	⁶ 70.0	Development and operation of the "Papa John's Pizza" chain of restaurants in the Philippines.
Berjaya Premier Restaurants Sdn Bhd*	Malaysia	100.0	100.0	Investment holding.
Berjaya Property Sdn Bhd*	Malaysia	100.0	100.0	Property investment.
Berjaya Registration Services Sdn Bhd*	Malaysia	100.0	100.0	Provision of securities and printing services.
Berjaya Roasters Pte Ltd#	Singapore	100.0	100.0	Dormant.
Berjaya Soutex Sdn Bhd	Malaysia	100.0	100.0	Holding of property.
Berjaya Wood Furniture (Malaysia) Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Bizurai Bijak (M) Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
BLoyalty Sdn Bhd*	Malaysia	100.0	⁷ 100.0	Managing and operation of Berjaya Loyalty card programme.
BLoyalty Marketing Sdn Bhd*	Malaysia	100.0	100.0	Dormant.

⁶ The total equity interests held by the Berjaya Group Berhad group is 70.00% and it is held by the following companies:

(i)	Berjaya Corporation (Cayman) Limited	21.62 %
(ii)	Berjaya Philippines Inc	48.38 %

⁷ The total equity interests held by the Group is 100.0% and it is held by the following companies:

(i)	Berjaya Group Berhad	60.03 %
(ii)	BLoyalty Pte Ltd	39.97 %

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Group Berhad (continued)				
BLoyalty Pte Ltd*	Singapore	60.0	60.0	To act as loyalty solutions provider to engage, manage and operate customer loyalty programmes on behalf of third parties.
Boxit Holdings Sdn Bhd*	Malaysia	67.0	51.0	Provide logistics consultancy and management services, distribution, material handling to customers and businesses.
Bukit Pinang Leisure Sdn Bhd*	Malaysia	100.0	100.0	Investment holding and property development.
Changan Berjaya Auto Sdn Bhd*	Malaysia	70.8	68.8	Production and selling of motor vehicles.
Cosway Corporation Berhad	Malaysia	100.0	⁸ 100.0	Investment holding.
Country Farms Sdn Bhd*	Malaysia	100.0	100.0	Dealers in organic food.
Espeetex Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
E.V.A. Management Sdn Bhd*	Malaysia	100.0	100.0	Provision of management services and agent for marketing agricultural commodities.
Garima Holdings Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
Global Empires Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
Graphic Press Group Sdn Bhd*	Malaysia	69.8	69.8	Printing including security printing.
Inai Jaya Sdn Bhd*	Malaysia	100.0	100.0	Investment holding.
Inter-Pacific Development Sdn Bhd*	Malaysia	100.0	100.0	Investment holding.

⁸ The total equity interests held by the Group is 100.0% and it is held by the following companies:

(i)	Garima Holdings Sdn Bhd	47.83 %
(ii)	Juara Sejati Sdn Bhd	17.04 %
(iii)	Bizurai Bijak (M) Sdn Bhd	3.75 %
(iv)	Global Empires Sdn Bhd	31.38 %

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Group Berhad (continued)				
Inter-Pacific Trading Sdn Bhd*	Malaysia	70.0	70.0	General trading.
Juara Sejati Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
Kalimas Sendirian Berhad	Malaysia	100.0	100.0	Dormant.
KUB-Berjaya Enviro Sdn Bhd	Malaysia	60.0	60.0	Sanitary landfill operation.
Mothers en Vogue Sdn Bhd*	Malaysia	51.0	51.0	Investment holding and retail sale of wearing apparel for adults, maternity and breastfeeding/nursing apparel.
Natural Intelligence Solutions Pte Ltd*	Singapore	100.0	⁹ 100.0	Provision of information technology management and consultancy services.
Natural Intelligence Solutions Sdn Bhd (formerly known as BeConnect Sdn Bhd)*	Malaysia	100.0	100.0	Dormant.
Novacomm Integrated Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Prime Assets (Cayman) Limited*	Cayman Islands	100.0	100.0	Investment holding.
Rangkaian Sejahtera Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
REDtone International Berhad	Malaysia	51.7	¹⁰ 51.7	Investment holding and provision of management services.
RU Cafe Sdn Bhd*	Malaysia	100.0	100.0	Development and operation of the "Rasa Utara" chain of restaurants.
Shinca Electronics Sdn Bhd*	Malaysia	100.0	100.0	Dormant.

⁹ The total equity interests held by the Group is 100.00% and it is held by the following companies:

(i)	Berjaya Group Berhad	90.00 %
(ii)	Berjaya Philippines Inc	10.00 %

¹⁰ The total equity interests held by the Group is 51.67% and it is held by the following companies:

(i)	Juara Sejati Sdn Bhd	46.03 %
(ii)	Prime Credit Leasing Sdn Bhd	0.72 %
(iii)	Berjaya Philippines Inc	4.92 %

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Group Berhad (continued)				
Successline (M) Sdn Bhd*	Malaysia	100.0	100.0	Investment holding and renting of motor vehicles.
Sweet Spot Digital (Malaysia) Sdn Bhd*	Malaysia	60.2	60.2	Provision of mobile digital media for targeting marketing, advertisement and mobile commerce transaction.
Teras Mewah Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
United Approach Sdn Bhd*	Malaysia	100.0	100.0	Property investment.
VRS (Malaysia) Sdn Bhd*	Malaysia	99.0	99.0	Property investment.
Wangsa Tegap Sdn Bhd	Malaysia	100.0	100.0	Property development and investment.
Subsidiaries of Berjaya Capital Berhad				
Cahaya Nominees (Tempatan) Sdn Bhd	Malaysia	100.0	100.0	Dormant.
Inter-Pacific Capital Sdn Bhd	Malaysia	91.5	91.5	Investment holding and provision of management services.
Prime Credit Leasing Sdn Bhd	Malaysia	100.0	100.0	Hire purchase, lease and loan financing.
Rantau Embun Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
The Tropical Veneer Company Berhad	Malaysia	100.0	100.0	Dormant.
Subsidiaries of Inter-Pacific Capital Sdn Bhd				
Ambilan Imej Sdn Bhd	Malaysia	100.0	100.0	Property investment.
Inter-Pacific Management Sdn Bhd	Malaysia	100.0	100.0	Money lending.
Inter-Pacific Research Sdn Bhd	Malaysia	100.0	100.0	Providing investment research services.
Inter-Pacific Securities Sdn Bhd	Malaysia	100.0	100.0	Stock and futures broking.
Eng Equities Sdn Bhd	Malaysia	100.0	100.0	Dormant, under liquidation.
UT Equities Sdn Bhd	Malaysia	100.0	100.0	Dormant.

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Inter-Pacific Securities Sdn Bhd				
Inter-Pacific Asset Management Sdn Bhd	Malaysia	100.0	100.0	Fund manager, investment adviser and manager of unit trust funds.
Inter-Pacific Equity Nominees (Asing) Sdn Bhd	Malaysia	100.0	100.0	Nominee services for foreign clients.
Inter-Pacific Equity Nominees (Tempatan) Sdn Bhd	Malaysia	100.0	100.0	Nominee services for Malaysian clients.
Subsidiaries of Berjaya Corporation (Cayman) Limited				
Berjaya Trading (UK) Ltd*	United Kingdom	100.0	100.0	Dormant.
JL Morison (Malaya) Sdn Bhd*	Malaysia	100.0	100.0	Importation, exportation and distribution of consumer goods.
Subsidiary of Berjaya Engineering Construction Sdn Bhd				
BPJ- Berjaya Sdn Bhd*	Malaysia	51.0	51.0	To manage and operate sanitary landfill and other construction activities.
Subsidiaries of Berjaya Food Berhad				
Berjaya Food (International) Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
Berjaya Food Trading Sdn Bhd	Malaysia	100.0	100.0	Sale and distribution of food and beverage in Malaysia.
Berjaya Roasters (M) Sdn Bhd	Malaysia	100.0	100.0	Development and operation of the "Kenny Rogers Roasters" chain of restaurants in Malaysia.
Berjaya Starbucks Coffee Company Sdn Bhd	Malaysia	100.0	100.0	Development and operation of the "Starbucks Coffee" chain of cafes and retail outlets in Malaysia.

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Food (International) Sdn Bhd				
Berjaya Food Supreme Sdn Bhd#	Brunei	80.0	80.0	Development and operation of the "Starbucks Coffee" chain of cafes and retail outlets in Brunei.
Berjaya Roasters (Cambodia) Ltd*	Cambodia	70.0	70.0	Development and operation of the "Kenny Rogers Roasters" chain of restaurants in Cambodia. Ceased operations.
Jollibean Foods Pte Ltd*	Singapore	95.0	100.0	The operation of retail outlets and food caterers.
PT Boga Lestari Sentosa*	Indonesia	-	51.0	Development and operation of the "Kenny Rogers Roasters" chain of restaurants in Indonesia.
Subsidiary of Jollibean Foods Pte Ltd				
Berjaya Jollibean (M) Sdn Bhd	Malaysia	100.0	100.0	Development and operation of the "Jollibean" chain of retail outlets in Malaysia. Temporary ceased operations.
Subsidiaries of Berjaya Group (Cayman) Limited				
Berjaya Engineering & Construction (HK) Limited#	Hong Kong	100.0	¹¹ 100.0	Investment holding.
Berjaya Forest Products (Luxembourg) S.á r.l.*	Luxembourg	100.0	100.0	Investment holding.
Berjaya Group Equity (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.

¹¹ The total equity interests held by the Berjaya Group (Cayman) Limited group is 100.0% and it is held by the following companies:

(i)	Berjaya Group (Cayman) Limited	75.00 %
(ii)	SIG Holdings (Cayman) Limited	25.00 %

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Group (Cayman) Limited (continued)				
Berjaya Manufacturing (HK) Limited#	Hong Kong	100.0	100.0	Dormant.
Berjaya Roasters (UK) Limited*	United Kingdom	100.0	100.0	Dormant.
Berjaya Sanhe Real Estate Development Co Ltd*	People's Republic of China	100.0	¹² 100.0	Property development and management.
Berjaya Timber Industries (Guyana) Ltd*	Guyana	-	100.0	De-registered.
Roadhouse Grill Asia Pacific (HK) Limited#	Hong Kong	100.0	100.0	Owner, operator and franchisor of the "Roadhouse Grill Restaurant" chain for Asia Pacific region and certain other countries in Asia.
Roasters Asia Pacific (HK) Limited#	Hong Kong	100.0	100.0	Owner, operator and franchisor of the "Kenny Rogers Roasters Restaurant" chain for Asia Pacific region.
Roasters Corp.*	United States of America	-	73.5	Dissolved.
SIG Holdings (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.
South Pacific Textiles Industries (Singapore) Pte Ltd *	Singapore	100.0	100.0	Sale agent and dealer in textile goods.
STAR Harbour Timber Company Limited*	Solomon Islands	-	100.0	De-registered.
Subsidiary of Berjaya Group Equity (Cayman) Limited				
Berjaya Group (Aust) Pty Ltd*	Australia	100.0	100.0	Investment holding.

¹² The total equity interests held by the Berjaya Group (Cayman) Limited group is 100.0% and it is held by the following companies:

(i)	Berjaya Group (Cayman) Limited	77.95 %
(ii)	Berjaya Engineering & Construction (HK) Limited	22.05 %

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiary of Berjaya Group (Aust) Pty Ltd				
Carlovers Carwash Limited*	Australia	57.8	¹³ 57.8	Under liquidation and receivership.
Subsidiaries of Carlovers Carwash Limited				
Carlovers (Maroochydore) Pty Limited*	Australia	100.0	100.0	Under liquidation and receivership.
Carlovers Carwash (Aust) Pty Limited*	Australia	100.0	100.0	Under liquidation and receivership.
The Carwash Kings Pty Limited*	Australia	100.0	100.0	Under liquidation and receivership.
Subsidiaries of Roadhouse Grill Asia Pacific (HK) Limited				
Roadhouse Grill Asia Pacific (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.
Roadhouse Grill Asia Pacific (M) Sdn Bhd*	Malaysia	100.0	100.0	Grant franchise to operate restaurant under the "Roadhouse Grill" name and related trademark.
Subsidiaries of Roasters Asia Pacific (HK) Limited				
Kenny Rogers Roasters Catering (Shenzhen) Company Ltd*	People's Republic of China	100.0	100.0	Development and operation of the "Kenny Rogers Roasters" chain of restaurants in the People's Republic of China.
Roasters Asia Pacific (Cayman) Limited	Cayman Islands	100.0	100.0	Franchisor of the "Kenny Rogers Roasters Restaurant" chains.

¹³ The total equity interests held by the Berjaya Group (Cayman) Limited group is 96.86% and it is held by the following companies:

(i)	Berjaya Group (Aust) Pty Ltd	57.75 %
(ii)	Berjaya Group (Cayman) Limited	39.11 %

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Roasters Asia Pacific (HK) Limited (continued)				
Roasters Asia Pacific (M) Sdn Bhd*	Malaysia	100.0	100.0	Provision of marketing services and to grant franchises to operate restaurants under the "Kenny Rogers Roasters" name and related trademarks in Malaysia.
Subsidiary of Roasters Asia Pacific (Cayman) Limited				
KRR International Corp*	United States of America	100.0	100.0	Owner of the "Kenny Rogers Roasters" brand and investment holding.
Subsidiaries of KRR International Corp				
NF Roasters of Commack Inc.*	United States of America	100.0	100.0	Dormant.
NF Roasters of Rockville Center Inc.*	United States of America	100.0	100.0	Dormant.
Subsidiary of Berjaya Higher Education Sdn Bhd				
Berjaya Global Professional Development Sdn Bhd*	Malaysia	100.0	100.0	To establish, manage, administer and carry on a non-profit academy via sourcing for sponsorship.
Subsidiaries of Berjaya Land Berhad				
Alam Baiduri Sdn Bhd*	Malaysia	100.0	100.0	Property investment.
AM Prestige Sdn Bhd*	Malaysia	100.0	100.0	Ceased operations.
Amat Muhibah Sdn Bhd	Malaysia	52.6	52.6	Dormant.
Amat Teguh Sdn Bhd*	Malaysia	100.0	100.0	Property development.
Angsana Gemilang Sdn Bhd	Malaysia	100.0	100.0	Property investment.

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018	2017	
		%	%	
Subsidiaries of Berjaya Land Berhad (continued)				
Awan Suria Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
B.T. Properties Sdn Bhd*	Malaysia	100.0	100.0	Property development, temporarily ceased operations.
Bahan Cendana Sdn Bhd	Malaysia	100.0	100.0	Property investment.
Berjaya Air Capital (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.
Berjaya Enamelware Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Berjaya Fukuoka Development (S) Pte Ltd*	Singapore	100.0	-	Investment holding.
Berjaya Guard Services Sdn Bhd	Malaysia	100.0	100.0	Provision of security services.
Berjaya Holiday Cruise Sdn Bhd*	Malaysia	86.4	86.4	Investment holding.
Berjaya Hotels & Resorts (Seychelles) Limited*	Republic of Seychelles	100.0	100.0	Management and operation of hotel resorts in Seychelles.
Berjaya Hotels & Resorts Vietnam Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
Berjaya Jet Charter Sdn Bhd	Malaysia	100.0	100.0	Jet charter.
Berjaya Kawat Industries Sdn Bhd	Malaysia	100.0	100.0	Property investment and rental of properties.
Berjaya Land Development Sdn Bhd	Malaysia	100.0	100.0	Property development and investment holding.
Berjaya Land (Labuan) Limited	Malaysia	100.0	100.0	Investment holding.
Berjaya Leasing (Labuan) Limited	Malaysia	100.0	100.0	Provision of aircraft leasing services and undertaking of offshore financial related business.
Berjaya Leisure (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.
Berjaya Leisure Capital (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.
Berjaya Megamall Management Sdn Bhd*	Malaysia	100.0	100.0	Property management, temporary ceased operations.
Berjaya Myanmar Holdings Sdn Bhd	Malaysia	100.0	-	Investment holding.
Berjaya North Asia Holdings Pte Ltd*	Singapore	100.0	100.0	Investment holding.

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Land Berhad (continued)				
Berjaya Okinawa Investment (S) Pte Ltd*	Singapore	100.0	100.0	Investment holding.
Berjaya Project Management Sdn Bhd	Malaysia	100.0	100.0	Project management.
Berjaya Property Management Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
Berjaya Racing Management Sdn Bhd*	Malaysia	80.0	¹⁴ 80.0	Dormant.
Berjaya Sports Toto Berhad	Malaysia	40.2	¹⁵ 40.0	Investment holding.
Berjaya Tagar Sdn Bhd	Malaysia	100.0	100.0	Property development and investment holding.
Berjaya Theme Park Management Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Berjaya Vacation Club Berhad	Malaysia	100.0	100.0	Time sharing vacation operator, property investment and investment holding.
BL Capital Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
BTS Leaseback Management Sdn Bhd	Malaysia	100.0	100.0	Coordination of pool-profit sharing of owner-owned suites.

¹⁴ The total equity interests held by the Berjaya Land Berhad group is 80.0% and it is held by the following companies:

(i)	Berjaya Land Berhad	60.00 %
(ii)	Berjaya Sports Toto Berhad	20.00 %

The total equity interests held by the Group is 100.0% and the additional equity interest is held by the following company:

(i)	Berjaya Group Berhad	20.00 %
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¹⁵ The total equity interests held by the Berjaya Land Berhad group is 40.22% and it is held by the following companies:

(i)	Gateway Benefit Sdn Bhd	23.18 %
(ii)	Berjaya Land Berhad	13.55 %
(iii)	BL Capital Sdn Bhd	3.15 %
(iv)	Immediate Capital Sdn Bhd	0.34 %

The total equity interests held by the Group is 48.61% and the additional equity interest is held by the following companies:

(i)	Berjaya Corporation Berhad	2.98 %
(ii)	Bizurai Bijak (M) Sdn Bhd	3.65 %
(iii)	Berjaya Group Berhad	1.13 %
(iv)	Inter-Pacific Securities Sdn Bhd	0.63 %

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018	2017	
		%	%	
Subsidiaries of Berjaya Land Berhad (continued)				
Budi Impian Sdn Bhd*	Malaysia	100.0	100.0	Operator of restaurant. Ceased operations during the year.
Cempaka Properties Sdn Bhd	Malaysia	100.0	100.0	Property development and investment.
Cerah Bakti Sdn Bhd	Malaysia	70.0	70.0	Property development.
Cerah Tropika Sdn Bhd	Malaysia	70.0	70.0	Investment holding.
Cergas Jati Sdn Bhd*	Malaysia	100.0	100.0	Property investment.
Flexiwang Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Gateway Benefit Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
Gemilang Cergas Sdn Bhd*	Malaysia	100.0	100.0	Property investment.
Immediate Capital Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
Junjung Delima Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
Klasik Mewah Sdn Bhd	Malaysia	100.0	100.0	Property investment.
Kota Raya Development Sdn Bhd	Malaysia	100.0	100.0	Investment and rental of property.
Leisure World Sdn Bhd*	Malaysia	100.0	100.0	Investment holding.
Marvel Fresh Sdn Bhd	Malaysia	100.0	100.0	Trading.
Nada Embun Sdn Bhd	Malaysia	100.0	100.0	Property investment.
Noble Circle (M) Sdn Bhd	Malaysia	100.0	100.0	Investment and rental of property.
Nural Enterprise Sdn Bhd	Malaysia	100.0	100.0	Investment and rental of property.
One Network Hotel Management Sdn Bhd	Malaysia	100.0	100.0	Hotel operator.
Pakar Angsana Sdn Bhd	Malaysia	80.0	80.0	Property development.
Pembinaan Stepro Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Portal Access Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
Punca Damai Sdn Bhd	Malaysia	100.0	100.0	Property investment.
Regnis Industries (Malaysia) Sdn Bhd	Malaysia	87.1	87.1	Investment and rental of property.

¹⁶ The total equity interests held by the Berjaya Land Berhad group is 87.12% and it is held by the following companies:

(i)	Berjaya Land Berhad	57.12 %
(ii)	BL Capital Sdn Bhd	30.00 %

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Land Berhad (continued)				
Securiservices Sdn Bhd	Malaysia	100.0	100.0	Property development.
Semakin Sinar Sdn Bhd*	Malaysia	51.0	51.0	Dormant.
Semangat Cergas Sdn Bhd	Malaysia	100.0	100.0	Property development.
Stephens Properties Plantations Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Taaras Spa Sdn Bhd*	Malaysia	100.0	100.0	Spa management.
Tekun Permata Sdn Bhd*	Malaysia	100.0	100.0	Property development.
Tioman Island Resort Berhad	Malaysia	86.3	86.3	Property development and operator of resort hotel.
Tiram Jaya Sdn Bhd*	Malaysia	100.0	100.0	Property development.
Wangsa Sejati Sdn Bhd*	Malaysia	52.6	52.6	Dormant.
Wisma Stephens Management Co Sdn Bhd*	Malaysia	100.0	100.0	Investment holding.
Subsidiary of Berjaya Fukuoka Development (S) Pte Ltd				
Hakata Waterfront Development Godo Kaisha*	Japan	100.0	-	Hotel and resort operation.
Subsidiaries of Berjaya Land Development Sdn Bhd				
Indra Ehsan Sdn Bhd	Malaysia	100.0	100.0	Property development.
Kim Rim Enterprise Sdn Bhd*	Malaysia	100.0	100.0	Property development, temporarily ceased operations.
Sri Panglima Sdn Bhd	Malaysia	100.0	100.0	Property development.
Subsidiaries of Berjaya Leisure (Cayman) Limited				
Berjaya (China) Great Mall Co. Ltd*	People's Republic of China	51.0	51.0	Property development and investment, temporarily ceased operations.
Berjaya Asset (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018	2017	
		%	%	
Subsidiaries of Berjaya Leisure (Cayman) Limited (continued)				
Berjaya International Casino Management (Seychelles) Limited*	Republic of Seychelles	60.0	¹⁷ 60.0	Casino operations.
Berjaya Investment Holdings Pte Ltd*	Singapore	-	100.0	Investment holding.
Berjaya Jeju Resort Limited*	Republic of Korea	72.6	72.6	Property development and investment.
Berjaya Long Beach Limited Liability Company*	Socialist Republic of Vietnam	70.0	70.0	Owner and operator of hotel.
Berjaya Mount Royal Beach Hotel Limited#	Sri Lanka	92.6	92.6	Owner and operator of hotel.
Berjaya Nhon Trach New City Center*	Socialist Republic of Vietnam	-	100.0	Dissolved.
Berjaya Properties (HK) Limited#	Hong Kong	60.0	60.0	Dormant.
Berjaya Vietnam Financial Center Limited#	Socialist Republic of Vietnam	-	100.0	Property development and investment.
Berjaya Vietnam International University Township One Member Limited Liability Company#	Socialist Republic of Vietnam	-	100.0	Property development and investment.
Berjaya-D2D Company Limited#	Socialist Republic of Vietnam	75.0	75.0	Property development and investment.
BHR (Cayman) Limited	Cayman Islands	100.0	100.0	Property investment and investment holding.
Mahameru Consultancy d.o.o. Visoko*	Bosnia and Herzegovina	100.0	100.0	Property investment.
Natural Gain Investments Limited#	Hong Kong	100.0	100.0	Dormant.
T.P.C. Development Limited#	Hong Kong	100.0	100.0	Investment holding.

¹⁷ The total equity interests held by the Berjaya Land Berhad group is 100.0% and it is held by the following companies:

(i)	Berjaya Leisure (Cayman) Limited	60.00 %
(ii)	Berjaya International Casino Management (HK) Limited	40.00 %

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiary of Berjaya North Asia Holdings Pte Ltd				
Berjaya Okinawa Development Co Ltd*	Japan	100.0	100.0	Resort hotel and residence development.
Subsidiaries of Berjaya Okinawa Investment (S) Pte Ltd				
Berjaya Okinawa Hospitality Asset TMK*	Japan	100.0	100.0	Property investment and development.
Berjaya Okinawa Investment Godo Kaisha*	Japan	100.0	100.0	Investment holding.
Subsidiary of Berjaya Property Management Sdn Bhd				
Taman TAR Development Sdn Bhd	Malaysia	100.0	100.0	Property development.
Subsidiary of Taman TAR Development Sdn Bhd				
The Peak Property Management Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Subsidiaries of Berjaya Sports Toto Berhad				
Berjaya-ILTS Limited#	Hong Kong	100.0	100.0	Dormant.
FEAB Equities Sdn Bhd	Malaysia	100.0	100.0	Dormant.
FEAB Land Sdn Bhd	Malaysia	100.0	100.0	Property development and investment.
FEAB Properties Sdn Bhd	Malaysia	100.0	100.0	Property investment and development and investment holding.
Magna Mahsuri Sdn Bhd	Malaysia	100.0	100.0	Property investment and investment holding.
Sports Toto Fitness Sdn Bhd	Malaysia	100.0	100.0	Operations of health and fitness centre.

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Sports Toto Berhad (continued)				
Sports Toto Malaysia Sdn Bhd	Malaysia	100.0	100.0	Toto betting operations.
STM Resort Sdn Bhd	Malaysia	100.0	100.0	Property investment.
Subsidiary of FEAB Land Sdn Bhd				
FEAB Realty Sdn Bhd	Malaysia	100.0	100.0	Dormant.
Subsidiaries of Magna Mahsuri Sdn Bhd				
Berjaya Sports Toto (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.
Sports Toto Apparel Sdn Bhd	Malaysia	100.0	100.0	Dormant.
Sports Toto Computer Sdn Bhd	Malaysia	100.0	100.0	Computer consultancy services.
Sports Toto Products Sdn Bhd	Malaysia	100.0	100.0	Dormant.
Subsidiary of Berjaya Sports Toto (Cayman) Limited				
Berjaya Lottery Management (HK) Limited#	Hong Kong	100.0	100.0	Investment holding.
Subsidiaries of Berjaya Lottery Management (HK) Limited				
Berjaya Philippines Inc*	Philippines	74.2	¹⁸ 74.2	Investment holding.
International Lottery & Totalizator Systems, Inc*	United States of America	100.0	100.0	Manufacturer and distributor of computerised lottery and voting systems.

¹⁸ The total equity interests held by the Berjaya Sports Toto (Cayman) Limited group in Berjaya Philippines Inc. is 88.26% and it is held by the following companies:

(i)	Berjaya Lottery Management (HK) Limited	74.20 %
(ii)	Berjaya Sports Toto (Cayman) Limited	14.06 %

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Philippines Inc.				
Floridablanca Enviro Corporation (formerly known as Berjaya Enviro Philippines Inc)*	Philippines	100.0	100.0	To engage in the service business of protecting and cleaning the environment, including but not limited to the dredging and cleaning of rivers, other bodies of water, cleaning dumpsites or sanitary landfill facilities, recycling garbage and other waste products and all other lawful activities necessarily included or incidental in the pursuance of service for the preservation and protection of the environment.
H.R. Owen PLC*	United Kingdom	99.3	98.4	Investment holding.
Perdana Hotel Philippines Inc*	Philippines	100.0	100.0	Operation of a hotel in the Philippines.
Philippine Gaming Management Corporation*	Philippines	100.0	100.0	Leasing of online lottery equipment and provision of software support.
Subsidiaries of H.R. Owen PLC				
Bodytechnics Limited*	United Kingdom	100.0	100.0	Maintenance and repair of motor vehicles.
Bradshaw Webb (Chelsea) Limited*	United Kingdom	100.0	100.0	Dormant.
Broughtons of Cheltenham Limited*	United Kingdom	100.0	100.0	Motor retailing and provision of aftersales services.
EDOC Holdings Limited*	United Kingdom	100.0	-	Investment holding.
H.R. Owen Dealerships Limited*	United Kingdom	100.0	100.0	Motor retailing and provision of aftersales services.
H R Owen Insurance Services Limited*	United Kingdom	60.0	60.0	Insurance agents and brokers.
H.R. Owen Investments Limited*	United Kingdom	100.0	100.0	Dormant.
H.R. Owen Leasing Limited*	United Kingdom	100.0	100.0	Dormant.
H.R. Owen Motor Dealerships Limited*	United Kingdom	100.0	100.0	Dormant.

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of H.R. Owen PLC (continued)				
H.R. Owen Motor Properties Limited*	United Kingdom	100.0	100.0	Dormant.
H.R. Owen Vehicle Leasing Company Limited*	United Kingdom	100.0	100.0	Dormant.
Heathrow Limited*	United Kingdom	100.0	100.0	Dormant.
Holland Park Limited*	United Kingdom	100.0	100.0	Provision of aftersales services.
Jack Barclay Limited*	United Kingdom	100.0	100.0	Motor retailing and provision of aftersales services.
London Lotus Centre Limited*	United Kingdom	100.0	100.0	Dormant.
Malaya Dealerships Limited*	United Kingdom	100.0	100.0	Dormant.
Netprofit.com Limited*	United Kingdom	100.0	¹⁹ 100.0	Dormant.
Upbrook Mews Limited*	United Kingdom	100.0	100.0	Letting and operating of own or leased real estate.
Subsidiary of H.R. Owen Investments Limited				
H.R. Owen Finance Limited*	United Kingdom	-	100.0	Dissolved during the financial year.
Subsidiaries of International Lottery & Totalizator Systems, Inc.				
ILTS Vietnam Company Limited*	Socialist Republic of Vietnam	100.0	-	Provision of lottery technical support services.
Unisyn Voting Solutions, Inc.*	United States of America	100.0	100.0	Develops, manufactures and provision of licenses and supports for voting systems.

¹⁹ The total equity interests held by the H.R. Owen PLC group is 100.0% and it is held by the following companies:

(i)	H.R. Owen PLC	50.00 %
(ii)	Bradshaw Webb (Chelsea) Limited	50.00 %

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Vacation Club Berhad				
Berjaya Air Sdn Bhd	Malaysia	100.0	100.0	Charter flight operator.
Berjaya Beau Vallon Bay (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.
Berjaya Golf Resort Berhad	Malaysia	100.0	100.0	Property development and investment and operator of golf and recreation club.
Berjaya Hospitality Services Sdn Bhd	Malaysia	100.0	100.0	Hotel operator.
Berjaya Hotels & Resorts (HK) Limited#	Hong Kong	60.0	²⁰ 60.0	Investment holding.
Berjaya Hotels & Resorts (M) Sdn Bhd	Malaysia	100.0	100.0	Resort management.
Berjaya International Casino Management (HK) Limited#	Hong Kong	100.0	80.0	Investment holding.
Berjaya Langkawi Beach Resort Sdn Bhd	Malaysia	100.0	100.0	Hotel and resort operation.
Berjaya Praslin Beach (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.
Berjaya Vacation Club (Cayman) Limited	Cayman Islands	100.0	100.0	Investment holding.
Berjaya Vacation Club (HK) Limited#	Hong Kong	100.0	100.0	Dormant.
Berjaya Vacation Club (Philippines) Inc*	Philippines	100.0	100.0	Dormant.
Berjaya Vacation Club (S) Pte Ltd*	Singapore	100.0	100.0	Vacation time sharing.

²⁰ The total equity interests held by the Group is 100.0% and it is held by the following companies:

(i)	Berjaya Vacation Club Berhad	60.00 %
(ii)	Berjaya Group (Cayman) Limited	40.00 %

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Vacation Club Berhad (continued)				
BTS Hotel Sdn Bhd	Malaysia	100.0	100.0	Owner of hotel.
Bukit Kiara Resort Berhad	Malaysia	100.0	100.0	Developer and operator of equestrian and recreational club.
Georgetown City Hotel Sdn Bhd	Malaysia	100.0	100.0	Hotel operator.
Hotel Integrations Sdn Bhd	Malaysia	70.0	70.0	Provision of hotel consultancy and related services.
Indah Corporation Berhad	Malaysia	100.0	100.0	Developer and operator of golf resort and property development.
KDE Recreation Berhad	Malaysia	100.0	100.0	Developer and operator of golf and recreational club.
Redang Village Resort Sdn Bhd*	Malaysia	51.0	51.0	Dormant.
Sinar Merdu Sdn Bhd	Malaysia	100.0	100.0	Investment and rental of property.
Staffield Country Resort Berhad	Malaysia	80.0	80.0	Developer and operator of golf resort.
The Taaras Beach & Spa Resort (Redang) Sdn Bhd	Malaysia	99.5	99.5	Hotel and resort operation.
The Taaras Luxury Group Sdn Bhd	Malaysia	100.0	100.0	Management of hotel operations.
Tioman Pearl Sdn Bhd*	Malaysia	70.0	70.0	Development of hotel and resort.
Tioman Travel & Tours Sdn Bhd	Malaysia	100.0	100.0	Property investment.
Subsidiary of Berjaya Air Sdn Bhd				
Berjaya Air Cargo Sdn Bhd	Malaysia	100.0	100.0	Dormant.

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiary of Berjaya Beau Vallon Bay (Cayman) Limited				
Berjaya Beau Vallon Bay Beach Resort Limited*	Republic of Seychelles	100.0	100.0	Operation of a hotel resort in Seychelles.
Subsidiary of Berjaya Praslin Beach (Cayman) Limited				
Berjaya Praslin Limited*	Republic of Seychelles	100.0	100.0	Operation of a hotel resort in Seychelles.
Subsidiary of Berjaya Vacation Club (Cayman) Limited				
Berjaya Vacation Club (UK) Limited*	United Kingdom	100.0	100.0	Hoteliers and hotel management.
Subsidiaries of Georgetown City Hotel Sdn Bhd				
Berjaya Georgetown Sharksfin Restaurant Sdn Bhd	Malaysia	100.0	100.0	Dormant.
BG Karaoke Sdn Bhd	Malaysia	69.0	69.0	Dormant.
Subsidiary of KDE Recreation Berhad				
Infinity Worth Creation Sdn Bhd	Malaysia	100.0	-	Dormant.
Subsidiary of The Taaras Beach & Spa Resort (Redang) Sdn Bhd				
Redang Island Golf and Country Club Berhad*	Malaysia	100.0	100.0	Dormant.
Subsidiary of Sinar Merdu Sdn Bhd				
ANSA Hotel KL Sdn Bhd*	Malaysia	100.0	100.0	Property investment and hoteliers.

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiary of Cerah Tropika Sdn Bhd				
Penstate Corp Sdn Bhd	Malaysia	100.0	100.0	Property development.
Subsidiary of Kota Raya Development Sdn Bhd				
Kota Raya Complex Management Sdn Bhd*	Malaysia	100.0	100.0	Property management, temporary ceased operations.
Subsidiary of Noble Circle (M) Sdn Bhd				
Noble Circle Management Sdn Bhd*	Malaysia	100.0	100.0	Property management, temporary ceased operations.
Subsidiary of Nural Enterprise Sdn Bhd				
Aras Klasik Sdn Bhd*	Malaysia	100.0	100.0	Property management, temporary ceased operations.
Subsidiaries of Tioman Island Resort Berhad				
ANSA Hotels & Resorts Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Berjaya Hotels & Resorts (Singapore) Pte Ltd*	Singapore	100.0	100.0	Hotel booking, marketing agent and investment holding.
Ever Perpetual Growth Sdn Bhd	Malaysia	100.0	-	Dormant.
Ever Revenue Sdn Bhd	Malaysia	100.0	-	Dormant.
Tioman Golf Management Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Subsidiary of Berjaya Hotels & Resorts (Singapore) Pte Ltd				
BHR Okinawa Management Godo Kaisha*	Japan	100.0	100.0	Hotel management.

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiary of Wisma Stephens Management Co Sdn Bhd				
Wujud Jaya Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Subsidiaries of Berjaya Pharmacy Sdn Bhd				
Berjaya Pharmacy Distribution Sdn Bhd	Malaysia	100.0	100.0	Owner and operator of community pharmacy stores and engage in trading, distribution, marketing and retail sales of pharmaceutical and non-pharmaceutical products (commonly available in pharmacies and health and beauty retailers) and the provision of pharmacy services.
Berjaya Pharmacy Retail Sdn Bhd	Malaysia	100.0	100.0	Operator of community pharmacy stores.
Subsidiaries of Berjaya Premier Restaurants Sdn Bhd				
Berjaya Burger Sdn Bhd*	Malaysia	90.0	90.0	Development and operation of the "Wendy's" chain of restaurants.
Berjaya Krispy Kreme Doughnuts Sdn Bhd*	Malaysia	70.0	70.0	Development and operation of the "Krispy Kreme Doughnuts" chain of retail outlets.
Subsidiary of Bukit Pinang Leisure Sdn Bhd				
Bukit Pinang Rel Sdn Bhd*	Malaysia	100.0	100.0	Dormant.

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiary of Changan Berjaya Auto Sdn Bhd				
Berjaya Brilliance Auto Sdn Bhd*	Malaysia	85.0	85.0	Marketing, importing and distribution of motor vehicles.
Subsidiaries of Cosway Corporation Berhad				
Cosway Corporation Limited#	Hong Kong	90.9	²¹ 90.9	Property investment and investment holding.
First Ever Marketing Sdn Bhd	Malaysia	100.0	100.0	Dormant.
Tegas Kinta Sdn Bhd	Malaysia	100.0	100.0	Property investment.
The Catalog Shop Sdn Bhd	Malaysia	100.0	100.0	Collection and administration of hire purchase and equal payment receivables.
Subsidiaries of Cosway Corporation Limited				
Berjaya Holdings (HK) Limited#	Hong Kong	100.0	100.0	Investment holding.
Berjaya U-Luck Investments Limited#	Hong Kong	51.0	51.0	Dormant.
Cosway (M) Sdn Bhd	Malaysia	100.0	100.0	Direct selling of household, personal care, healthcare and other consumer products.
Mallia Limited#	Hong Kong	100.0	100.0	Dormant.
Panluck Limited#	Hong Kong	100.0	100.0	Dormant.
Wing Hung Kee Commodities Limited#	Hong Kong	100.0	100.0	Dormant.

²¹ The total equity interests held by the Berjaya Group Berhad group is 99.94% and it is held by the following companies:

(i)	Cosway Corporation Berhad	90.87 %
(ii)	Berjaya Group (Cayman) Limited	7.26 %
(iii)	Prime Credit Leasing Sdn Bhd	1.80 %
(iv)	Inter-Pacific Securities Sdn Bhd	0.01 %

The total equity interests held by the Group is 100.00% and the additional equity interest is held by the following company:

(i)	Berjaya Hills Resort Berhad	0.06 %
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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiary of Berjaya Holdings (HK) Limited				
Vmart (Tianjin) Trading Co Limited#	People's Republic of China	100.0	100.0	Retailing and wholesaling of consumer, household and skin care products.
Subsidiaries of Cosway (M) Sdn Bhd				
Cosway (Cayman) Limited*	Cayman Islands	100.0	100.0	Investment holding.
Cosway (S) Pte Ltd*	Singapore	100.0	100.0	Dormant.
Cosway (HK) Limited#	Hong Kong	100.0	100.0	Direct selling of consumer, household and skin care products.
Cosway India Private Limited*	India	100.0	100.0	Dormant.
Cosway New Zealand Limited*	New Zealand	100.0	100.0	Direct selling of consumer, household and skin care products.
Cosway USA, Inc.*	United States of America	100.0	100.0	Direct selling of consumer, household and skin care products.
eCosway Colombia Ltda.	Colombia	99.0	99.0	Marketing, distribution and import of consumer products.
eCosway Japan K. K.*	Japan	100.0	100.0	Direct selling of household, personal care, healthcare and other consumer products.
eCosway Mexico, S.A. de C.V.	Mexico	99.0	99.0	Marketing, distribution and import of consumer products.
eCosway Pty Ltd*	Australia	100.0	100.0	Direct selling of consumer, household and skin care products.

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018	2017	
		%	%	
Subsidiaries of Cosway (M) Sdn Bhd (continued)				
eCosway Rus LLC	Russia	99.9	99.9	Marketing, distribution and import of consumer products.
eCosway Trading Mexico, S.A. de C.V.	Mexico	99.0	99.0	Import, export and commercial trading.
eCosway.com Sdn Bhd	Malaysia	60.0	²² 60.0	Internet based direct selling of consumer products.
Golden Works (M) Sdn Bhd	Malaysia	100.0	100.0	Property investment.
Juara Budi Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
Kimia Suchi Sdn Bhd	Malaysia	100.0	100.0	Investment holding, contract manufacture and trading of industrial and household cleaning products.
PT Berjaya Cosway Indonesia*	Indonesia	95.0	95.0	Direct selling of consumer, household and skin care products.
Rank Distributors Sdn Bhd	Malaysia	100.0	100.0	Trading of healthcare and cosmetic products.
Tact Full Limited#	Hong Kong	100.0	100.0	Provision of payment services.
Subsidiaries of Cosway (Cayman) Limited				
Cosway Argentina S.R.L.*	Argentina	90.0	90.0	Dormant.
Cosway Colombia Ltda.*	Colombia	90.0	90.0	Dormant.
Cosway Do Brasil Ltda.*	Brazil	99.0	99.0	Dormant.
Cosway Mexico, S.A. de C.V.*	Mexico	98.0	98.0	Dormant.
Cosway Peru S.R. Ltda.*	Peru	96.0	96.0	Dormant.
Cosway (UK) Limited*	United Kingdom	100.0	100.0	Direct selling of consumer, household and skin care products.

²² The total equity interests held by the Cosway Corporation Limited group is 100.0% and it is held by the following companies:

(i)	Cosway (M) Sdn Bhd	60.00 %
(ii)	Cosway Corporation Limited	40.00 %

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Cosway (Cayman) Limited (continued)				
eCosway Inc.*	United States of America	100.0	100.0	Dormant.
One Qualityways Phils Inc *	Philippines	95.0	95.0	Dormant.
Subsidiaries of Cosway (HK) Limited				
Cosway (China) Co. Ltd#	People's Republic of China	100.0	100.0	Research, development and manufacturing of cleaning products and cosmetics; selling self-produced products; provide technical consultancy and technical service relating to self-produced products; engaging in the wholesale, import and export of the same.
Cosway (Macau) Limited*	Macau	99.0	99.0	Direct selling of consumer, household and skin care products.
Vmart Corp (HK) Limited#	Hong Kong	100.0	100.0	Investment holding.
Subsidiary of Vmart Corp (HK) Limited				
eCosway Korea, Inc	Republic of Korea	100.0	100.0	Direct selling of consumer, household and skin care products.
Subsidiary of Juara Budi Sdn Bhd				
Stephens Properties Sdn Bhd	Malaysia	100.0	100.0	Investment holding and property investment.
Subsidiary of Stephens Properties Sdn Bhd				
Stephens Properties Management Corporation Sdn Bhd	Malaysia	100.0	100.0	Dormant.

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiary of Kimia Suchi Sdn Bhd				
Kimia Suchi Marketing Sdn Bhd	Malaysia	100.0	100.0	Trading of industrial cleaning products.
Subsidiary of Rank Distributors Sdn Bhd				
Vital Degree Sdn Bhd	Malaysia	100.0	100.0	Trading of healthcare and cosmetic products.
Subsidiary of Country Farms Sdn Bhd				
CountryFarm Organics Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Subsidiary of Inter-Pacific Development Sdn Bhd				
Inter-Pacific Construction Sdn Bhd*	Malaysia	100.0	100.0	Dormant.
Subsidiary of Inter-Pacific Trading Sdn Bhd				
Berjaya Paper Trading Sdn Bhd (formerly known as Inter-Pacific Paper (M) Sdn Bhd)*	Malaysia	-	100.0	Trading of paper and paper products.
Subsidiary of KUB-Berjaya Enviro Sdn Bhd				
KUB-Berjaya Energy Sdn Bhd	Malaysia	100.0	100.0	Generation and sale of electricity.
Subsidiary of Mothers en Vogue Sdn Bhd				
Mothers en Vogue Pte Ltd*	Singapore	100.0	100.0	Retail sale of wearing apparel for adults, maternity and breastfeeding/nursing fashion.

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of REDtone International Berhad				
Ansar Mobile Sdn Bhd	Malaysia	100.0	100.0	Provision of telecommunications services including fixed and mobile services and telecommunications related services.
REDtone Data Centre Sdn Bhd	Malaysia	70.0	70.0	Provides system integration, software solutions and trading in computer hardware.
REDtone Engineering & Network Services Sdn Bhd	Malaysia	100.0	100.0	Research and development, manufacturing and marketing of telecommunication and multimedia solutions.
REDtone IOT Sdn Bhd	Malaysia	100.0	100.0	Provider of business solutions in information technology and to build interconnection of uniquely identifiable embedded computing devices within existing internet infrastructure and investment holding.
REDtone MEX Sdn Bhd	Malaysia	56.0	56.0	Building of tele-consultation/ tele-radiology exchange and distributing, designing and development of information system, mobile solutions and healthcare solution.
REDtone Technology Sdn Bhd	Malaysia	100.0	100.0	Provider of total solutions in business communication and telecommunication services and investment holding.
REDtone Telecommunications Sdn Bhd	Malaysia	100.0	100.0	Research, development, manufacturing and marketing of computer-telephony integration, provision of communication services and investment holding.

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of REDtone Technology Sdn Bhd				
Meridianotch Sdn Bhd	Malaysia	100.0	100.0	Investment holding.
REDtone Mytel Sdn Bhd	Malaysia	60.0	60.0	Provision of telecommunication services.
REDtone Technology Pte Ltd*	Singapore	100.0	100.0	Provision of telecommunication related products and services.
SEA Telco Engineering Services Sdn Bhd	Malaysia	80.0	80.0	Provision of information technology services.
Subsidiary of Rangkaian Sejahtera Sdn Bhd				
BerjayaCity Sdn Bhd	Malaysia	100.0	100.0	Property investment, development, cultivation and sale of palm oil and palm kernel.
Subsidiaries of Successline (M) Sdn Bhd				
Securexpress Services Sdn Bhd*	Malaysia	100.0	100.0	Provide logistics, warehousing and transportation services.
Successline Haulers Sdn Bhd*	Malaysia	90.0	90.0	Provide courier and transport services to the general public.
Subsidiary of Wangsa Tegap Sdn Bhd				
BCP Service Suites Sdn Bhd*	Malaysia	100.0	100.0	Provision of property maintenance services.

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of Berjaya Hills Resort Berhad				
Avetani Sdn Bhd	Malaysia	100.0	100.0	Property development and investment.
BTR Property Management Sdn Bhd	Malaysia	100.0	100.0	Rental pool programme operator.
BTR Leisure Sdn Bhd	Malaysia	100.0	100.0	Recreational activities operator.
Bukit Tinggi Tours Sdn Bhd	Malaysia	100.0	100.0	To carry on the business as travel and tour agents.
Subsidiaries of Berjaya Kyoto Development (S) Pte Ltd				
Berjaya Kyoto Development Kabushiki Kaisha*	Japan	100.0	100.0	Hotel and residence development.
Berjaya Kyoto Holdings Godo Kaisha*	Japan	100.0	100.0	Investment holding.
Kyoto Higashiyama Hospitality Assets TMK*	Japan	100.0	100.0	Property investment.
Subsidiary of Berjaya Kyoto Development Kabushiki Kaisha				
Berjaya Japan Holdings TMK*	Japan	100.0	100.0	Dormant.
Subsidiary of Berjaya Lottery Vietnam Limited				
Berjaya Gia Thinh Investment Technology Joint Stock Company*	Socialist Republic of Vietnam	51.0	51.0	Management consultancy.
Subsidiary of Berjaya Myanmar Limited				
Berjaya Myanmar Investment Limited*	Myanmar	95.0	95.0	Investment holding.

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Subsidiaries of DSG Holdings Limited				
Dragon Spring Environment (HK) Co Ltd*	Hong Kong	100.0	100.0	Investment holding.
Dragon Spring Group (M) Ltd*	Malaysia	100.0	100.0	Investment holding.
Dragon Spring Water Services Limited*	Hong Kong	100.0	100.0	Investment holding.
Subsidiary of Dragon Spring Environment (HK) Co Ltd				
Dragon Spring Water (Taian) Co Ltd*	People's Republic of China	100.0	100.0	Water treatment services.
Subsidiary of Dragon Spring Group (M) Ltd				
Dragon Spring Water (Linqu) Co Ltd*	People's Republic of China	100.0	100.0	Production and supply of potable water.
Subsidiaries of Dragon Spring Water Services Limited				
Dragon Spring Water (Tianchang) Co Ltd*	People's Republic of China	100.0	100.0	Production and supply of potable water.
Eminent Resources (Shandong) Environment Co Ltd*	People's Republic of China	100.0	100.0	Provision of advisory and management services on the construction project/work, water treatment technology, investment and international economic information.
Subsidiary of Eminent Resources (Shandong) Environment Co Ltd				
Shandong Shengxiang Construction Co Ltd*	People's Republic of China	100.0	100.0	Provision of construction and project management for water and wastewater projects.

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
ASSOCIATED COMPANIES:				
Associates of Berjaya Corporation Berhad				
Atlan Holdings Bhd	Malaysia	23.9	²³ 23.9	Investment holding and the provision of management, financial, technical and other ancillary services.
Tioman Hill Resort Sdn Bhd	Malaysia	50.0	50.0	Investment holding.
Associates of Berjaya Group Berhad				
Adcas Lifescience Sdn Bhd	Malaysia	50.0	-	Provision of personalised healthcare.
Berjaya Media Berhad	Malaysia	12.4	²⁴ 12.4	Investment holding.
Berjaya Racing Management Sdn Bhd	Malaysia	20.0	20.0	Dormant.
Ezyhealth Malaysia Sdn Bhd	Malaysia	49.0	49.0	In the process of being de-registered.
Jubli Mentari Sdn Bhd	Malaysia	30.0	-	Dormant.

²³ The total equity interests held by the Group is 26.69% and it is held by the following companies:

(i)	Berjaya Corporation Berhad	23.89 %
(ii)	Berjaya Philippines Inc	2.01 %
(iii)	Inter-Pacific Capital Sdn Bhd	0.79 %

²⁴ The total equity interests held by the Berjaya Group Berhad group is 12.36% and it is held by the following companies:

(i)	Regnis Industries (Malaysia) Sdn Bhd	2.33 %
(ii)	FEAB Properties Sdn Bhd	2.01 %
(iii)	Prime Credit Leasing Sdn Bhd	8.02 %

The total equity interests held by the Group is 13.27% and the additional equity interest is held by the following company:

(i)	Berjaya Hills Resort Berhad	0.91 %
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The Group has significant influence, as defined in FRS 128: Investments in Associates, over Berjaya Media Berhad ("BMedia") and therefore treated BMedia as an associated company of the Group.

NOTES TO THE FINANCIAL STATEMENTS

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48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Associates of Berjaya Group Berhad (continued)				
Le Proton LIMA Sdn Bhd	Malaysia	40.0	40.0	Organise trade fairs to promote Malaysian products through exhibitions.
Tunas Cempaka Sdn Bhd	Malaysia	49.0	49.0	Dormant.
Associate of Berjaya Capital Berhad				
Berjaya Sompoo Insurance Berhad	Malaysia	30.0	30.0	General insurance.
Associate of Inter-Pacific Securities Sdn Bhd				
SaigonBank Berjaya Securities Joint Stock Company	Socialist Republic of Vietnam	49.0	49.0	Stock and share broking.
Associates of Berjaya Group (Cayman) Limited				
Beijing Zhongcai Printing Co.Ltd	People's Republic of China	20.0	20.0	Printing of lottery tickets and undertaking of printing-related works.
Berjaya Hotels & Resorts (HK) Limited	Hong Kong	40.0	40.0	Investment holding.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Associates of Berjaya Group (Cayman) Limited (continued)				
Berjaya International Casino Management (HK) Limited	Hong Kong	-	20.0	Investment holding.
Berjaya Properties (HK) Limited	Hong Kong	40.0	40.0	Dormant.
Carlovers Carwash Limited	Australia	39.1	39.1	Under liquidation and receivership.
Associate of Berjaya Engineering & Construction (HK) Limited				
Berjaya Sanhe Real Estate Development Co Ltd	People's Republic of China	22.0	22.0	Property development and management.
Associate of Roasters Asia Pacific (HK) Limited				
Roasters Korea Co. Ltd	Republic of Korea	25.0	25.0	Dormant.
Associate of SIG Holdings (Cayman) Limited				
Berjaya Engineering & Construction (HK) Limited	Hong Kong	25.0	25.0	Investment holding.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Associates of Berjaya Corporation (Cayman) Limited				
Berjaya Pizza (Philippines) Inc	Philippines	21.6	21.6	Development and operation of the "Papa John's Pizza" chain of restaurants in the Philippines.
M & A Investments Pte Ltd	Singapore	31.4	31.4	Investment holding.
Ssangyong Berjaya Motor Philippines Inc	Philippines	25.0	25.0	Selling and distribution of Ssangyong brand vehicles within the territory of the Philippines.
Associate of BLoyalty Pte Ltd				
BLoyalty Sdn Bhd*	Malaysia	25.0	25.0	Managing and operation of Berjaya Loyalty card programme.
Associates of Cosway Corporation Limited				
eCosway.com Sdn Bhd	Malaysia	40.0	40.0	Internet-based direct selling of consumer products.
Greenland Timber Industries (Private) Limited	Singapore	20.0	20.0	Investment holding.
Associate of Juara Sejati Sdn Bhd				
REDtone International Berhad	Malaysia	46.1	46.1	Investment holding and the provision of management services.
Associate of Successline (M) Sdn Bhd				
Successline Express Sdn Bhd	Malaysia	49.0	49.0	Transportation of goods.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Associates of Cosway (Cayman) Limited				
Cosway Overseas Company Limited	Thailand	49.0	49.0	Investment holding.
Cosway (Thailand) Company Limited	Thailand	49.0	49.0	Direct selling and trading in consumer products.
Associate of Rank Distributors Sdn Bhd				
Coswin (M) Sdn Bhd	Malaysia	40.0	40.0	Trading of consumer products.
Associates of Berjaya Land Berhad				
Berjaya Assets Berhad	Malaysia	8.6	²⁵ 14.6	Investment holding.
Berjaya Kyoto Development (S) Pte Ltd*	Singapore	50.0	50.0	Investment holding.
Centreplus Sdn Bhd	Malaysia	30.0	30.0	Dormant.
Focus Equity Sdn Bhd	Malaysia	32.5	32.5	Dormant, under liquidation.
Jaya Bowl Sdn Bhd	Malaysia	-	20.0	Dissolved.
Resort Cruises (S) Pte Ltd	Singapore	49.0	49.0	Dormant.

²⁵ The total equity interests held by the Berjaya Land Berhad group is 8.59% and it is held by the following companies:

(i)	Portal Access Sdn Bhd	3.49 %
(ii)	Berjaya Land Berhad	2.60 %
(iii)	BTS Hotel Sdn Bhd	0.41 %
(iv)	Nada Embun Sdn Bhd	0.04 %
(v)	Immediate Capital Sdn Bhd	0.41 %
(vi)	Magna Mahsuri Sdn Bhd	0.86 %
(vii)	Berjaya Philippines Inc	0.78 %

The total equity interests held by the Group is 10.58% and the additional equity interest is held by the following companies:

(i)	Ambilan Imej Sdn Bhd	1.06 %
(ii)	Berjaya Capital Berhad	0.66 %
(iii)	Inter-Pacific Capital Sdn Bhd	0.27 %

The Berjaya Land Berhad group has significant influence, as defined in FRS 128: Investments in Associates, over Berjaya Assets Berhad ("BAssets") and therefore treated BAssets as an associated company of the Berjaya Land Berhad group.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Associates of Berjaya Leisure (Cayman) Limited				
AM Automotive (S) Pte Ltd	Singapore	49.9	49.9	Ceased to be a dealer for "Aston Martin" vehicles.
Asian Atlantic Holdings Limited	British Virgin Islands	24.5	24.5	Investment holding.
Berjaya Land (Thailand) Company Ltd	Thailand	40.0	40.0	Property development and investment.
Berjaya Property (Thailand) Company Ltd	Thailand	40.0	40.0	Dormant.
Berjaya Vietnam Financial Center Limited#	Socialist Republic of Vietnam	32.5	-	Property development and investment.
Inter-Capital Holdings Pte Ltd	Singapore	50.0	50.0	Investment holding.
Portsworth Holdings Pte Ltd	Singapore	-	50.0	Struck off.
Singapore Institute of Advanced Medicine Holdings Pte Ltd	Singapore	34.3	²⁶ 21.0	Provision of medical laboratory services, clinic and other general medical services, sale of pharmaceuticals, surgical and consumables.
Associate of Berjaya Okinawa Development Co Ltd				
Nubaru Tochi Kanri Godo Kaisya	Japan	33.0	33.0	Investment holding.
Associate of Berjaya Leisure Capital (Cayman) Limited				
Informatics Education Limited	Singapore	27.1	²⁷ 27.1	Investment holding, franchisor and licensor for computer and commercial training centres and examination facilitators.

²⁶ The total equity interests held by the Berjaya Group Berhad group is 48.27% and it is held by the following companies:

(i)	Berjaya Leisure (Cayman) Limited	34.27 %
(ii)	Espeetex Sdn Bhd	14.00 %

²⁷ The total equity interests held by the Berjaya Group Berhad group is 28.38% and it is held by the following companies:

(i)	Berjaya Leisure Capital (Cayman) Limited	27.09 %
(ii)	Rantau Embun Sdn Bhd	1.29 %

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018 %	2017 %	
Associate of BL Capital Sdn Bhd				
Regnis Industries (Malaysia) Sdn Bhd	Malaysia	30.0	30.0	Property investment and rental of property.
Associate of Berjaya International Casino Management (HK) Limited				
Berjaya International Casino Management (Seychelles) Limited	Republic of Seychelles	40.0	40.0	Management of casino and investment holding.
Associate of Tioman Island Resort Berhad				
Tioman Ferry Services Sdn Bhd	Malaysia	20.0	20.0	Dormant.
Associates of Berjaya Sports Toto Berhad				
Berjaya Lottery Vietnam Limited	Malaysia	20.0	20.0	Investment holding.
Berjaya Racing Management Sdn Bhd	Malaysia	20.0	20.0	Dormant.
Associates of Berjaya Philippines Inc.				
Bermaz Auto Philippines Inc	Philippines	28.3	25.5	Purchasing, acquiring, owning, leasing, selling, transferring, encumbering and generally dealing in all types of new automobiles, trucks and other motor vehicles and dealing in all types of supplies used by all types of motor vehicles in the Philippines.
Berjaya Pizza (Philippines) Inc	Philippines	48.4	48.4	Development and operation of the "Papa John's Pizza" chain of restaurants in the Philippines.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

48. LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONTINUED)

Name	Country of incorporation	Equity interest held		Principal activities
		2018	2017	
		%	%	
Associates of Berjaya Philippines Inc. (continued)				
Chailease Berjaya Finance Corporation	Philippines	25.0	-	Providing hire purchase and loan financing services.
Cosway Philippines Inc	Philippines	40.0	40.0	Dormant.
Neptune Properties Inc	Philippines	41.5	41.5	To engage in real estate business.
Perdana Land Philippines Inc	Philippines	40.0	40.0	Acquire, develop and lease real estate.
Ssangyong Berjaya Motor Philippines Inc	Philippines	20.0	20.0	Selling and distribution of Ssangyong brand vehicles within the territory of the Philippines.
Associate of EDOC Holdings Limited				
VideoDoc Ltd	United Kingdom	20.2	-	Providing general and specialists medical practice services.
Associate of FEAB Properties Sdn Bhd				
Cashsystems Asia Technology Sdn Bhd	Malaysia	30.0	30.0	Dormant, under liquidation.
Associate of REDtone International Berhad				
REDtone Network Sdn Bhd	Malaysia	49.0	49.0	Research and development and marketing of communication applications.

Notes:

* Subsidiaries audited by other firms of chartered accountants.

Subsidiaries audited by other member firms of Ernst & Young Global.

NOTES TO THE FINANCIAL STATEMENTS

30 APRIL 2018

49. PRIOR YEAR ADJUSTMENT

BJR, a 72.6% owned subsidiary company of the Group, entered into the Land SPA") with JDC, a company incorporated in the Republic of Korea, to acquire a parcel of land, for the proposed mixed development of an international themed village known as "Jeju Airst City" in Jeju Island, Republic of Korea. The land was acquired by JDC from the former land owners by way of purchase or expropriation and was subsequently sold to BJR under the Land SPA. After the completion of the acquisition of the land under the Land SPA, BJR commenced the development of Phase 1 ("Jeju Project") of the mixed development project.

However, several former landowners filed lawsuits against JDC seeking a revocation of the expropriation of their lands that were acquired by JDC via the land expropriation process. On 20 March 2015 the Korean Supreme Court ruled that the implementation plan approval and the land expropriation process undertaken by JDC were invalid and therefore nullified. As such, JDC did not obtain a good title to the land that it sold to BJR under the Land SPA.

Following the Korean Supreme Court decision in March 2015 and as a consequence thereof, certain other former owners of the said lands had also filed lawsuits against JDC and BJR, seeking for cancellation of the registration of their land titles ("Landowners Lawsuits"), which were transferred to and registered by BJR. Further, as a result of the Korean Supreme Court decision, BJR had suspended the development of Phase 1 of the Jeju Project in July 2015. On 6 November 2015, the Group announced that BJR had instituted legal proceedings against JDC in the Republic of Korea for breach of certain terms and conditions of the Land SPA to claim for losses and damages suffered by BJR as a result of JDC's failure to pass good title to the land to BJR pursuant to the Land SPA.

During the financial year ended 30 April 2018, the Korean courts ruled in favour of some of the former landowners in the Landowners Lawsuits. The Court's judgment rendered all the development approvals issued in connection to the Jeju Project null and void. Under the circumstances, the Group has had to re-assess the appropriateness of the classification of land cost and development cost for the Jeju Project as land held for development and concluded that, since March 2015, it is deemed more appropriate to reclassify the land held for development as a long term receivable and to apply the reclassification retrospectively.

As a result of the above, certain comparative amounts as at 30 April 2017 and 1 May 2016 have been adjusted as disclosed below:

Group	As previously reported RM'000	Prior year adjustment RM'000	As restated RM'000
At 30 April 2017			
Group			
Statements of Financial Position			
Other long term receivables	756,452	604,255	1,360,707
Land held for development	2,640,614	(604,255)	2,036,359
At 1 May 2016			
Statements of Financial Position			
Other long term receivables	647,470	541,965	1,189,435
Land held for development	2,607,092	(541,965)	2,065,127

The prior year adjustment has no impact on the Group's statements of profit or loss and cash flows.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD

(INCORPORATED IN MALAYSIA)

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Berjaya Corporation Berhad, which comprise the statements of financial position as at 30 April 2018 of the Group and of the Company, and statements of profit or loss and statements of other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 90 to 303.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as at 30 April 2018, and of their financial performance and their cash flows for the year then ended in accordance with Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the financial statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence and other ethical responsibilities

We are independent of the Group and of the Company in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Group and of the Company for the current year. These matters were addressed in the context of our audit of the financial statements of the Group and of the Company as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD (INCORPORATED IN MALAYSIA)

Key audit matters (cont'd.)

We have fulfilled the responsibilities described in the *Auditors' responsibilities for the audit of the financial statements* section of our report, including in relation to these matters.

Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis of our audit opinion on the accompanying financial statements.

Key audit matters in respect of audit of the financial statements of the Group

1. Impairment assessment of intangible assets

(Refer to summary of significant accounting policies in Note 2.2.9, significant accounting estimates and judgement in Note 2.5(2)(a), and Intangible assets in Note 12 to the financial statements.)

The Group performs impairment tests on its goodwill and intangible assets with indefinite useful life at least annually, and on its intangible assets with definite useful life when there is an indication that the asset may be impaired. For purposes of impairment testing, goodwill is allocated to cash-generating units ("CGUs") or groups of CGUs. The Group estimates the recoverable amounts of the CGUs based on either the estimated value-in-use ("VIU") or the fair value less cost to sell ("FVLCTS") of the respective CGU, whichever is higher.

Estimating the VIUs of the CGUs involves estimates made by management relating to the future cash inflows and outflows that will be derived from the CGUs, and discounting them at an appropriate rate. The cash flow forecasts to derive the VIU contain a number of significant judgements and estimates including estimates on revenue growth rates, gross margins, payout ratio, terminal growth rates, inflation rates and the discount rates to be applied.

In estimating the FVLCTS of the CGU, the Group relies on valuations performed by independent professional valuers. These valuations are based on relevant assumptions which includes, amongst others, comparable historical transactions and adjustments to factor in comparable location, size, condition, accessibility, design and market knowledge.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD (INCORPORATED IN MALAYSIA)

Key audit matters (cont'd.)

Key audit matters in respect of audit of the financial statements of the Group (cont'd.)

1. Impairment assessment of intangible assets (cont'd.)

Arising from these impairment assessments, the Group has recognised a reversal of impairment loss of RM96 million in gaming rights in respect of the Malaysian gaming operations. The reversal of impairment of gaming rights was recognised in the statement of comprehensive income against the fair value reserve.

We have focused our audit effort on the testing of impairment of goodwill and intangible assets as the amounts which they represent are significant to the financial statements, the assumptions applied in arriving at the VIU and FVLCTS are highly subjective and changes in these assumptions may lead to significant changes in the recoverable amounts of the CGUs. The following table summarises the carrying amount of goodwill and intangible assets of the CGUs within these business segments which we have applied our focus on.

Business segments	Carrying amount (RM'000)		% of non-current assets	% of total assets	Measurement of recoverable amount
	As at 30 April 2018	Amount in focus			
Goodwill					
• Restaurants	429,828	422,005	2.8%	2.0%	VIU
• Property investments and development	214,344	201,436	1.3%	1.0%	FVLCTS
• Consumer products and services	288,967	212,497	1.4%	1.0%	VIU/FVLCTS
Intangible assets					
• Gaming rights	3,854,617	3,854,617	25.8%	18.5%	VIU
• Telecommunications licences with allocated spectrum	314,601	314,601	2.1%	1.5%	FVLCTS

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD (INCORPORATED IN MALAYSIA)

Key audit matters (cont'd.)

Key audit matters in respect of audit of the financial statements of the Group (cont'd.)

1. Impairment assessment of intangible assets (cont'd.)

Our procedures to address this area of focus include, amongst others, the following:

Recoverable amounts based on VIU

- involved our internal valuation experts in reviewing the impairment assessment performed by management on the CGUs;
- obtained an understanding of the relevant internal controls over the process of estimating the recoverable amounts of the CGUs;
- evaluated the appropriateness of the methodology and approach applied, and considered whether they are commonly used in the industry;
- assessed the basis of preparing the cash flow forecasts taking into consideration the assessment of management's historical budgeting accuracy;
- evaluated whether key assumptions which comprise the revenue growth rates, gross margins, payout ratio, terminal growth rates, inflation rates are reasonable by making comparisons to historical trends, taking into consideration the current and expected outlook of economic growth in the respective country in which the CGU operates;
- assessed whether the rate used in discounting the future cash flows to its present value was appropriate. This included an assessment of the specific inputs to the discount rate, including the risk-free rate, equity risk premium and beta, along with gearing and cost of debt. Such inputs were benchmarked either against risk rates or equivalent data for peer companies; and
- analysed the sensitivity of the key assumptions by assessing the impact of changes in the key assumptions to the recoverable amount.

Recoverable amounts based on FVLCTS

- assessed the objectivity, independence, reputation and expertise of the independent valuers;
- obtained an understanding of the methodology adopted by the independent valuers in estimating the fair value of the intangible asset and land and assessed whether such methodology is consistent with those used in the industry;
- evaluated the appropriateness of the data used by the independent valuers as inputs into their valuations. We interviewed the independent valuers, discussed and challenged the significant estimates and assumptions applied in their valuation process.

We have also evaluated the adequacy of the note disclosures concerning those key assumptions to which the outcome of the impairment test is most sensitive. The disclosures on key assumptions and sensitivities are included in Note 12 to the financial statements.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD (INCORPORATED IN MALAYSIA)

Key audit matters (cont'd.)

Key audit matters in respect of audit of the financial statements of the Group (cont'd.)

2. Litigation relating to the Property Development Project in Jeju Island, South Korea

(Refer to significant accounting estimates and judgement in Note 2.5(1)(c), the disclosure of receivable in Note 11(e), and Material Litigation in Note 41(4) to the financial statements.)

As disclosed in Note 41(4) to the financial statements, the Group has initiated legal proceedings against Jeju Free International City Development Center ("JDC") for breaches of certain terms and conditions stipulated in the Sale and Purchase Agreement entered into with JDC ("Land SPA") while claiming for losses and damages arising from those breaches ("Litigation"). The Group has incurred approximately RM593 million up to 30 April 2018 and has classified these costs as compensation receivable, which represents approximately 4% and 3% of the non-current assets and total assets of the Group respectively. Recoverability of these costs is dependent on the favourable outcome of the Litigation against JDC.

We consider this to be an area of focus for our audit as the eventual outcome of the Litigation is uncertain and the position taken by the Directors involved significant judgement and estimation. In addition, the amounts involved are significant and may result in significant adjustments to the financial statements should the eventual outcome be unfavourable to the Group.

Our procedures to address this area of focus include, amongst others, the following:

- perused through the significant contract terms and conditions, including that of the Land SPA;
- interviewed the Directors and management to understand the basis of their conclusion in respect of this Litigation;
- assessed the legal counsels' objectivity and independence and reviewed their credentials, qualifications, experience and reputation; and
- evaluated the rationale and basis for the legal counsels' opinion by interviewing them to gain an understanding of the basis of their opinion including their knowledge relating to such litigations/claims in general.

We have also reviewed and assessed the completeness and accuracy of the Group's disclosures pertaining to the said Litigation as disclosed in Note 2.5(1)(c) and Note 41(4).

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD (INCORPORATED IN MALAYSIA)

Key audit matters (cont'd.)

Key audit matters in respect of audit of the financial statements of the Group (cont'd.)

3. Recoverability of debts due from the purchaser of the Berjaya (China) Great Mall Co. Ltd. development project

(Refer to significant accounting estimates and judgement in Note 2.5(1)(d), the disclosure of receivable in Note 11(d), and material litigation in Note 41(5) to the financial statements.)

As disclosed in Note 41(5) to the financial statements, the Group has initiated an arbitration proceedings against Beijing SkyOcean International Holdings Limited ("Beijing SkyOcean") to recover a debt receivable from Beijing SkyOcean arising from the disposal of a property located in Beijing, China (the "Great Mall Property") (collectively, the "Arbitration Proceedings"). The Group disposed the Great Mall Property in October 2016 to Beijing SkyOcean for a total consideration of RMB2.039billion (equivalent to RM1.261billion) and has collected RMB1.065billion (equivalent to RM0.659billion) from Beijing SkyOcean. The holding company of Beijing SkyOcean and one of its shareholders have provided guarantees for the outstanding debt. The Group, having considered the timeframe required to complete the Arbitration Proceedings and the recovery of the debt, has recognised an impairment loss of approximately RM153million to account for the time value of money of the debt receivable. As at 30 April 2018, the debt receivable from Beijing SkyOcean net of impairment loss amounting to RM474million, has been included under non-current receivables in the financial statements of the Group.

We consider this to be an area of focus for our audit as the eventual outcome of the Arbitration Proceedings is uncertain and the position taken by the Directors involved significant judgement and estimation. In addition, the amount involved is significant and may result in significant adjustments to the financial statements should the eventual outcome become unfavourable to the Group.

Our procedures to address this area of focus include, amongst others, the following:

- engaged our global firm counterparts in Beijing, People's Republic of China, and collaborated with them to perform the procedures included below;
- perused through the significant terms and conditions of the contract with Beijing SkyOcean;
- interviewed the Directors and management to understand the basis of their conclusion in respect of this Arbitration Proceedings and their assessment of the probability of the recoverability of this debt;
- assessed the legal counsels' objectivity and independence; and reviewed their credentials, qualifications, experience and reputation; and

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD (INCORPORATED IN MALAYSIA)

Key audit matters (cont'd.)

Key audit matters in respect of audit of the financial statements of the Group (cont'd.)

3. Recoverability of debts due from the purchaser of the Berjaya (China) Great Mall Co. Ltd. development project (cont'd.)

Our procedures to address this area of focus include, amongst others, the following (cont'd.):

- evaluated the rationale and basis for the legal counsels' opinion by interviewing them to gain an understanding of the basis of their opinion including their knowledge relating to such litigations/claims in general, and reviewed the appropriateness of the impairment loss provided for in respect of this debt based on this basis.

We have also reviewed and assessed the completeness and accuracy of the Group's disclosures pertaining to the said Litigation as disclosed in Note 2.5(1)(d) and Note 41(5).

4. Revenue and cost of sales from toto betting operations involving processing of large volume of individually insignificant transactions

(Refer to summary of significant accounting policies in Note 2.2.28, and the disclosure of revenue in Note 31 to the financial statements.)

The Group relies heavily on its information technology systems to account for revenue and related cost of sales from its toto betting operations. During the financial year, revenue and cost of sales from toto betting operations account for 38% and 41% of the Group's revenue and cost of sales respectively.

Revenue and cost of sales from toto betting operations is a key audit matter because the amounts they represent are significant to the financial statements of the Group and they involved the processing of a large volume of individually insignificant transactions using the Group's information technology systems.

Our procedures to address this area of focus include, amongst others, the following:

- obtained an understanding of the relevant internal controls over the process of recording of revenue and cost of sales;
- evaluated the operating effectiveness of the automated controls over revenue and cost of sales processes by involving our internal experts in testing the operating effectiveness of such automated controls. We also tested the accuracy of interface between the sales terminal system and the betting operating system, and related calculation of prize payment in the financial information system;

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD (INCORPORATED IN MALAYSIA)

Key audit matters (cont'd.)

Key audit matters in respect of audit of the financial statements of the Group (cont'd.)

4. Revenue and cost of sales from toto betting operations involving processing of large volume of individually insignificant transactions (cont'd.)

- evaluated the effectiveness of the non-automated controls in place to ensure the accuracy of revenue and cost of sales recognised, including the timely posting of revenue and cost of sales to the general ledger in the financial information system;
- evaluated transactions recorded close to the year end, including draw sales after year end, to establish whether those transactions were recorded in the correct accounting period; and
- performed reconciliation of cash receipts to revenue recorded in the financial statements.

We have also reviewed and assessed the adequacy of the Group's disclosure relating to revenue and cost of sales.

5. Valuation of investment properties

(Refer to summary of significant accounting policies in Note 2.2.5, significant accounting estimates and judgements in Note 2.5(2)(e), the disclosure of investment properties in Note 5, and fair value measurements in Note 42.1 to the financial statements.)

As at 30 April 2018, the carrying amount of investment properties amounted to RM877.9 million representing 6% and 4% of the Group's total non-current assets and total assets respectively.

Investment properties are stated at fair value and any gain or loss arising from changes in the fair value are included in profit or loss in the year in which they arise. The Group has appointed independent professional valuers to perform valuations on its investment properties. The valuations are based on assumptions, amongst others, comparable historical transactions and adjustments factors to comparable transactions including location, size, condition, accessibility and design and market knowledge.

We consider the valuation of the investment properties as an area of audit focus as such valuation involves significant judgement and estimates that are highly subjective.

Our procedures to address this area of focus include, amongst others, the following:

- assessed the objectivity, independence, reputation, experience and expertise of the independent valuers;

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD (INCORPORATED IN MALAYSIA)

Key audit matters (cont'd.)

Key audit matters in respect of audit of the financial statements of the Group (cont'd.)

5. Valuation of investment properties (cont'd.)

Our procedures to address this area of focus include, amongst others, the following (cont'd.):

- obtained an understanding of the methodology adopted by the independent valuers in estimating the fair value of the investment properties and assessed whether such methodology is consistent with those used in the industry; and
- evaluated the appropriateness of the data used by the independent valuers as input into their valuations. We interviewed the external valuers, discussed and challenged the significant estimates and assumptions applied in their valuation process.

We also reviewed and assessed the Group's disclosures relating to investment properties.

Key audit matters in respect of audit of the financial statements of the Company

1. Impairment assessment of investment in subsidiary companies

(Refer to summary of significant accounting policies in Note 2.2.1, significant accounting estimates and judgements in Note 2.5(2)(c) and the disclosure of investment in subsidiary in Note 7 to the financial statements.)

As at 30 April 2018, the carrying amount of the investment in subsidiary companies of the Company amounted to RM5.3 billion, representing 90.4% and 68.5% of the Company's total non-current assets and total assets respectively.

At the reporting date, the Company reviewed its investments in subsidiary companies for indications of impairment and where such indications exist, the Company performed an impairment assessment to determine the recoverable amounts of such investments. The Company estimated the recoverable amount of the respective cash generating units ("CGU"s) based on their fair value less cost to sell or their respective value-in-use ("VIU") whichever is higher. Estimating the VIU of the CGUs involved estimates made by management relating to the future cash inflows and outflows that will be derived from the CGU, and discounting them at the appropriate rate. The cash flow forecasts, included a number of significant judgements and estimates such as the revenue growth rate, payout ratio, discount rate and terminal growth rate.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD (INCORPORATED IN MALAYSIA)

Key audit matters (cont'd.)

Key audit matters in respect of audit of the financial statements of the Company

1. Impairment assessment of investment in subsidiary companies (cont'd.)

We consider this to be an area of focus for our audit as the amounts involved are significant, the assessment process is complex and involves significant management's judgements about future market and economic conditions and changes in assumptions may lead to a significant change in the recoverable amount of the investment in subsidiary companies.

Our procedures to address this area of focus included, amongst others, the following:

- obtained an understanding of the relevant internal controls over the process of estimating the recoverable amounts of the CGUs;
- evaluated the appropriateness of the methodology and approach applied;
- checked the basis of preparing the cash flow forecasts taking into consideration the assessment of management's historical budgeting accuracy and also the basis of determining fair value less cost to sell;
- evaluated whether key assumptions which comprised the revenue growth rate, payout ratio for the gaming operations, discount rate and terminal growth rate, as well as the fair value less cost to sell, were reasonable by making comparisons to historical trends, taking into consideration the current and expected outlook of the economic growth;
- assessed whether the rate used in discounting the future cash flows to its present value was appropriate. This included an assessment of the specific inputs to the discount rate, including the risk-free rate, equity risk premium and beta, along with gearing and cost of debt. Such inputs were benchmarked either against risk rates in specific market in which the respective subsidiary company operates or equivalent data for peer companies;
- where fair value less cost to sell is applied, evaluated whether the assumptions applied in determining the fair value less cost to sell of the respective investments and their underlying assets were reasonable, and where valuations were performed, discussed with the independent valuers to obtain an understanding of the related data used as input to the valuation models; and
- analysed the sensitivity of the key assumptions by assessing the impact of changes to the key assumptions to the recoverable amount.

We have also evaluated the adequacy of the note disclosures concerning those key assumptions to which the outcome of the impairment test was most sensitive.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD (INCORPORATED IN MALAYSIA)

Information other than the financial statements and auditors' report thereon

The directors of the Company are responsible for the other information. The other information comprises the Directors' Report, but does not include the financial statements of the Group and of the Company and our auditors' report thereon, which we obtained prior to the date of this auditors' report, and the annual report, which is expected to be made available to us after the date of this auditors' report.

Our opinion on the financial statements of the Group and of the Company does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Group and of the Company, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Group and of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditors' report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the directors of the Company and take appropriate action.

Responsibilities of the directors for the financial statements

The directors of the Company are responsible for the preparation of financial statements of the Group and of the Company that give a true and fair view in accordance with Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements of the Group and of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Group and of the Company, the directors are responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or the Company or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD (INCORPORATED IN MALAYSIA)

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Group and of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Group and of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors;
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's or the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Group and of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group or the Company to cease to continue as a going concern;

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BERJAYA CORPORATION BERHAD (INCORPORATED IN MALAYSIA)

Auditors' responsibilities for the audit of the financial statements (cont'd.)

- Evaluate the overall presentation, structure and content of the financial statements of the Group and of the Company, including the disclosures, and whether the financial statements of the Group and of the Company represent the underlying transactions and events in a manner that achieves fair presentation; and
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements of the Group. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the Group and of the Company for the current year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

In accordance with the requirements of the Companies Act 2016 in Malaysia, we report that the subsidiaries of which we have not acted as auditors are disclosed in Note 48 to the financial statements.

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF BERJAYA CORPORATION BERHAD
(INCORPORATED IN MALAYSIA)

Other matters

This report is made solely to the members of the Company, as a body, in accordance with Section 266 of the Companies Act 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

Ernst & Young
AF: 0039
Chartered Accountants

Kuala Lumpur, Malaysia
15 August 2018

Kua Choo Kai
No. 02030/03/2020 J
Chartered Accountant

MATERIAL PROPERTIES OF THE GROUP

30 APRIL 2018

Location	Tenure	Size	Description	Estimated age of building (Years)	Date of acquisition	Net book value RM'000
PT41, The Ritz-Carlton Residences, Laman Sentral Berjaya, No. 105, Jalan Ampang, 50450 Kuala Lumpur	Freehold	405,354 sq ft	235 units of residences	1	16/01/2017	748,775
445-2,445-3,Myohoin Maekawa-Cho, Higashiojiodori Shibutani-sagaru, Higashiyama-ku, Kyoto (Four Seasons Hotel)	Freehold	28,240.06 sq m	Hotel with 123 hotel rooms	1.5	28/06/2016	673,023
Lot 28 (GRN 20366) Lot 403 (GRN 20428) Lot 728 (GRN 18054) Seksyen 2, Bandar Georgetown Daerah Timor Laut Pulau Pinang	Freehold	55.37 acres	Land for mixed development	N/A	31/03/2014	580,938
KM 48, Persimpangan Bertingkat Lebuhraya Karak, 28750 Bukit Tinggi, Bentong Pahang Darul Makmur	Leasehold and freehold	13,617.22 acres	Land held for development	N/A	1990 - 1997	286,533
Lot 352 Sek 20, Bandar Kuantan District of Kuantan, Kuantan, Pahang Darul Makmur	Freehold	5.46 acres	Shopping mall for rental	20	05/02/1991	270,004
KM 48, Persimpangan Bertingkat Lebuhraya Karak, 28750 Bukit Tinggi, Bentong Pahang Darul Makmur	Leasehold	43.69 acres	Chateau, Colmar Tropicale, Convention Centre No.1, Japanese Tea House, Japanese Tatami Suites & Spa, Staff Quarters, Ryo Zan Tei Restaurant & Botanical Garden, Central Laundry.	5-22	N/A	225,897
445-2,445-3,Myohoin Maekawa-Cho, Higashiojiodori Shibutani-sagaru, Higashiyama-ku, Kyoto (Four Seasons Residence)	Freehold	4,536 sq m	57 condos with 40 units unsold	1.5	28/06/2016	199,485

MATERIAL PROPERTIES OF THE GROUP

30 APRIL 2018

Location	Tenure	Size	Description	Estimated age of building (Years)	Date of acquisition	Net book value RM'000
Berjaya Times Square 14th, 15th floor and Service Suites at Tower B No. 1, Jln Imbi, Kuala Lumpur	Freehold	345,773 sq ft	327 units of service suites	15	06/01/1998	196,548
Berjaya Times Square Premises at ground floor 14th & 16th floor Service suites at Tower A & B No. 1, Jln Imbi, Kuala Lumpur	Freehold	30,957 sq ft	Hotel lobby, function rooms & storage area	15	10/02/2010	
B44-04, Tower B Berjaya Times Square No.1 Jalan Imbi, Kuala Lumpur	Freehold	3,821 sq ft	Penthouse	15	08/05/2012	
Berjaya Times Square Service Suites at Tower A & B No. 1, Jln Imbi, Kuala Lumpur	Freehold	136,497 sq ft	181 units of service suites	15	13/03/2007	
Berjaya Times Square Service Suites at Tower A No. 1, Jln Imbi, Kuala Lumpur	Freehold	21,765 sq ft	32 units of service suites	15	01/07/2008	
Berjaya Times Square B-35-013, Tower B No. 1, Jln Imbi, Kuala Lumpur	Freehold	624 sq ft	1 unit service suite	15	01/07/2008	
Mukim of Sungei Tinggi (7 lots) and Mukim of Batang Berjuntai (8 lots) District of Ulu Selangor, Kuala Selangor Selangor Darul Ehsan	Freehold	2,329.75 acres	Land for development	N/A	04/08/1995	157,486
HS(D) 52466, PT No. 4625, HS(D) 52467, PT No. 4626, HS(D) 52468, PT No. 4627, HS(D) 52471, PT No. 4630, HS(D) 52472, PT No. 4631, HS(D) 52473, PT No. 4632, HS(D) 52474, PT No. 4633, HS(D) 52475, PT No. 4634, Mukim Sungai Tinggi, Daerah Ulu Selangor, Selangor Darul Ehsan	Freehold	871.10 acres	Land for mixed development	N/A	31/03/2017	154,169

MATERIAL PROPERTIES OF THE GROUP

30 APRIL 2018

Location	Tenure	Size	Description	Estimated age of building (Years)	Date of acquisition	Net book value RM'000
HS(D) 4/94, PT278 HS(D) 1017, PT140 HS(D) 1018, PT141 Mukim Padang Matsirat Daerah Langkawi Pulau Langkawi Kedah Darul Aman	PT278 - Leasehold expiring on 30/04/2069 PT140, 141 - Leasehold expiring on 30/03/2070	85.83 acres	Beach resort (424 guest rooms/ chalets)	25	PT278 : 27/05/1994 PT140, 141 : 30/03/2010	125,747
Lot 558, Lot 239, Lot 240-242, Lot 50000, Lot 50001, Lot 50002, Lot 705, PT 925-929 Teluk Dalam & Teluk Siang Pulau Redang Terengganu Darul Iman	Lot 558 - Freehold Lot705, 50000 to 50002 -Leasehold 60 years expiring in year 2070 Lot 239, 240-242, PT 925-929 - Leasehold 60 years expiring in year 2051	613.68 acres	Beach resort (189 guest rooms and a villa)	>22	Lot 558 - in year 1990 Lot 705,50000 to 50002 -in year 2010 Lot 239, 240-242, PT 925-929 - 16/10/1993	122,967
Geran No. 29726, Lot No. 1261 Seksyen 67 Daerah Kuala Lumpur (Plaza Berjaya, 12 Jalan Imbi Kuala Lumpur)	Freehold	158,154 sq ft	Land with office, residential block and shopping complex for rental	32	27/11/1989	104,560
Lot 5001 - 5005, Lot 5007 - 5020 PN 14706 to 14710, 14712 to 14714, 14721 to 14731 Daerah Rompin Bandar Tioman Pulau Tioman Pahang Darul Makmur	Leasehold 99 years expiring on 02/05/2107	201.39 acres	Land for hotel & resort operations	31	30/12/1985	103,221
342 parcels of land at Onna-son Okinawa Island, Japan	Freehold	111,331 sq m	Land held for development	N/A	Since 15/07/2009	101,735

MATERIAL PROPERTIES OF THE GROUP

30 APRIL 2018

Location	Tenure	Size	Description	Estimated age of building (Years)	Date of acquisition	Net book value RM'000
GM931 Lot 57, GM841 Lot58, Geran 26066 Lot 1, Geran 26067 Lot 2, GM 1772 Lot 49, Seksyen 94B Mukim Kuala Lumpur.	Freehold	387, 920 sq ft	Vacant development land	N/A	03/05/2012	87,808
Lot PT No.4805 & 4806 HS (D) No 81319 & 81320 Mukim Petaling, Kuala Lumpur	Freehold	7,129,260 sq ft	Club house and golf course	>26	05/09/1991	84,255
KM48, Persimpangan Bertingkat Lebuhraya Karak, 28750 Bukit Tinggi, Bentong Pahang Darul Makmur	Leasehold	185.55 acres	Convention Centre No.2, Golf Course, Club House, Sports Complex	11 – 22	1998	83,086
Lot 001165 Geran 5868 Wisma Cosway Jalan Raja Chulan Kuala Lumpur	Freehold	293,303 sq ft	Shopping podium with shop lots/ offices/ apartments for rental	34	08/11/1997	82,469
12-01, Berjaya Times Square No.1 Jalan Imbi Kuala Lumpur	Freehold	106,890 sq ft	Commercial office premises	14	11/09/1996	68,500
11th Floor Berjaya Times Square No.1, Jalan Imbi Kuala Lumpur	Freehold	104,844 sq ft	1 floor of office space of an integrated commercial development for rental	15	06/01/1998	65,556
10 parcels of land at Uruma-shi Okinawa Island, Japan	Freehold	57,479 sq m	Land with a building (123 guest rooms)	24	30/03/2017	63,588
13th Floor, Berjaya Times Square No.1 Jalan Imbi Kuala Lumpur	Freehold	106,315.13 sq ft	1 floor of office space of an integrated commercial development for rental	15	06/01/1998	54,278

MATERIAL PROPERTIES OF THE GROUP

30 APRIL 2018

Location	Tenure	Size	Description	Estimated age of building (Years)	Date of acquisition	Net book value RM'000
Lots 1-1-1, 1-2-1&1M, 1-3A-1, 1-2-2, 1-10-1, 1-10-7, 1-11-5, 1-12-5, Menara Bangkok Bank, Laman Sentral Berjaya, No. 105, Jalan Ampang, 50450 Kuala Lumpur	Freehold	33,379 sq ft	Office space, commercial kiosk and car park	2	26/07/1995	52,419
ANSA Kuala Lumpur No. 101, Jalan Bukit Bintang Kuala Lumpur	Leasehold 60 years expiring on 30/04/2062	22,852 sq ft	Hotel (167 guest rooms)	>39	05/05/2008	51,728
164-166 Sussex Gardens London W2 1UD United Kingdom	Freehold	Approx 3,926 sq ft	Hotel (46 guests rooms)	>153	21/09/2014	51,229
HS(D) 11814, Lot 11527 Lot 1 to 8, Lot 49 to 55 Taman Tun Abdul Razak Ampang, Selangor Darul Ehsan	Freehold	351,903 sq ft	Land held for development	N/A	22/12/1990	50,119
139 strata shop lots located on Ground, First and Second floor Wisma Cosway No. 88, Jalan Raja Chulan Kuala Lumpur	Freehold	44,941 sq ft	Shop lots & office for rental	34	08/06/2009	50,037

MATERIAL CONTRACTS

Other than as disclosed in Notes 11, 15, 28, 31, 33, 34, 39, 40, 46 and 47 to the financial statements for the financial year ended 30 April 2018, there were no other material contracts entered into by Berjaya Corporation Berhad and its subsidiary companies, involving Directors and major shareholders.

ADDITIONAL INFORMATION

The amount of non-audit fees incurred for services rendered to the Group for the financial year ended 30 April 2018 amounted to RM676,000.

GROUP ADDRESSES

FINANCIAL SERVICES

Inter-Pacific Securities Sdn Bhd Inter-Pacific Asset Management Sdn Bhd

Level 13, West Wing
Berjaya Times Square
No. 1, Jalan Imbi
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Tel : 603-2117 1888
Fax : 603-2144 1686
Website : www.paconline.com.my

Penang Office:

Canton Square
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56 Cantonment Road
10250 Penang
Tel : 604-226 8288
Fax : 604-227 6288

Johor Bahru Office:

95, Jalan Tun Abdul Razak
80000 Johor Bahru, Johor Darul Takzim
Tel : 607-223 1211
Fax : 607-224 6266

Danau Desa Office:

Ground Floor, 7-0-8
Jalan 3/109F
Danau Business Center
Danau Desa
58100 Kuala Lumpur
Tel : 603-7984 7796
Fax : 603-7984 7798

Bandar Baru Seri Petaling Office:

No.33-1 (1st Floor), Jalan Radin Bagus
Bandar Baru Seri Petaling
57000 Kuala Lumpur
Tel : 603-9056 2922
Fax : 603-9056 2923

SaigonBank Berjaya Securities

Joint Stock Company
Level 5 & 6, 2C Pho Duc Chinh Street
Nguyen Thai Binh Ward
District 1, Ho Chi Minh City
Socialist Republic of Vietnam
Tel : 84-28-3914 3399
Fax : 84-28-3914 3388
Website : www.sbbjsjc.com.vn

Prime Credit Leasing Sdn Bhd

Level 13, West Wing
Berjaya Times Square
No. 1, Jalan Imbi
55100 Kuala Lumpur
Tel : 03-2148 1009

HOTELS & RESORTS DEVELOPMENT & MANAGEMENT

Berjaya Hotels & Resorts

Corporate Office:
Level 15 West, Berjaya Times Square Hotel,
Kuala Lumpur
1 Jalan Imbi, 55100 Kuala Lumpur
Tel : 603-2142 9611
Fax : 603-2144 2526/2527
Email : bhr@berjayahotel.com
Website : www.berjayahotel.com

MALAYSIAN HOTELS & RESORTS

Berjaya Tioman Resort

P.O. Box 4, 86807 Mersing
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Tel : 609-419 1000
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Email : tioman.rsvn@berjayahotel.com

Berjaya Langkawi Resort

Karong Berkunci 200
Burau Bay
07000 Langkawi
Kedah Darul Aman
Tel : 604-959 1888
Fax : 604-959 1886
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The Taaras Beach & Spa Resort, Redang

P.O. Box 126, Main Post Office
20928 Kuala Terengganu
Terengganu Darul Iman
Tel : 609-630 8888
Fax : 609-630 8880
Email : rsvn.manager@thetaaras.com

Redang Island Resort

P.O.Box 106
20710 Kuala Terengganu
Terengganu Darul Iman
Tel : 609-630 8787
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Email : reservation@redangislandresort.com

Berjaya Penang Hotel

1-Stop Midlands Park
Jalan Burmah
10350 Pulau Pinang
Tel : 604-227 7111
Fax : 604-226 7111
Email : pg.reservation@berjayahotel.com

Berjaya Times Square Hotel, Kuala Lumpur

No. 1, Jalan Imbi
55100 Kuala Lumpur
Tel : 603-2117 8000
Fax : 603-2143 3352
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ANSA Kuala Lumpur

101, Jalan Bukit Bintang
55100 Kuala Lumpur
Tel : 603-2146 5000
Fax : 603-2146 5001
Email : reservation@ansahotels.com

Colmar Tropicale Berjaya Hills, Pahang

KM48, Persimpangan Bertingkat Lebuhraya Karak
28750 Bukit Tinggi
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Tel : 609-221 3666
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The Chateau Spa & Organic Wellness Resort

Berjaya Hills, Pahang
KM48, Persimpangan Bertingkat Lebuhraya Karak
28750 Bukit Tinggi
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Tel : 609-221 3888
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Email : sales@thechateau.com.my

OVERSEAS HOTELS & RESORTS

Berjaya Beau Vallon Bay Resort & Casino – Seychelles

P.O. Box 550, Victoria
Mahe, Seychelles
Tel : 248-4287 287
Fax : 248-4247 943
Email : mahe.inquiry@berjayahotel.com

Berjaya Praslin Resort – Seychelles

Anse Volbert, Praslin, Seychelles
Tel : 248-4286 286
Fax : 248-4232 244
Email : praslin.rsvn@berjayahotel.com

Berjaya Eden Park London Hotel – United Kingdom

35-39, Inverness Terrace
Bayswater, London W2 3JS
United Kingdom
Tel : 44-20-7221 2220
Fax : 44-20-7221 2286
Email : info.london@berjayahotel.com

The Castleton Hotel, London – United Kingdom

164-166 Sussex Gardens
London W2 1UD, United Kingdom
Tel : 44-20-7706 4666
Fax : 44-20-7706 2288
Email : info@castletonhotel.com

Berjaya Hotel Colombo – Sri Lanka

36, College Avenue, Mount Lavinia
Sri Lanka
Tel : 94-11-273 9610
Fax : 94-11-273 3030
Email : colombo.rsvn@berjayahotel.com

Sheraton Hanoi Hotel – Vietnam

K5 Nghi Tam
11, Xuan Dieu Road
Tay Ho District
Hanoi, Socialist Republic of Vietnam
Tel : 84-24-3719 9000
Fax : 84-24-3719 9001
Email : reservations.hanoi@sheraton.com

InterContinental Hanoi Westlake – Vietnam

1A, Nghi Tam, Tay Ho District
Hanoi, Socialist Republic of Vietnam
Tel : 84-24-6270 8888
Fax : 84-24-6270 9999
Email : res.hanoi@ihg.com

Berjaya Makati Hotel – Philippines

7835, Makati Ave
cor. Eduque Street
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Tel : 632-750 7500
Fax : 632-750 6783
Email : manila.inquiry@berjayahotel.com

Four Seasons Hotel and Hotel Residences

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Email : contactus.kyoto@fourseasons.com

GROUP ADDRESSES

CLUBS & RECREATION

Kelab Darul Ehsan, Selangor

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Selangor Darul Ehsan
Tel : 603-4257 2333
Email : kde@berjayaclubs.com

Bukit Kiara Equestrian & Country Resort, Kuala Lumpur

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Email : kiara@berjayaclubs.com

Bukit Jalil Golf & Country Resort, Kuala Lumpur

Jalan Jalil Perkasa 3, Bukit Jalil
57000 Kuala Lumpur
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Berjaya Hills Golf & Country Club

KM48, Persimpangan Bertingkat Lebuhraya Karak
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28750 Bukit Tinggi, Bentong
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Email : bhgccc@bhillsgolf.com

Bukit Banang Golf & Country Club, Johor

1, Persiaran Gemilang
Bandar Banang Jaya
83000 Batu Pahat
Johor Darul Takzim
Tel : 607-428 6001
Email : banang@berjayaclubs.com

Staffield Country Resort, Negeri Sembilan

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71700 Mantin
Negeri Sembilan Darul Khusus
Tel : 603-8766 6117
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Tioman Island Golf Club, Pahang

P.O. Box 4
86807 Mersing
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VACATION TIMESHARE & TRAVEL

Berjaya Vacation Club Berhad – Kuala Lumpur

Lot 5-04, 5th Floor
Fahrenheit 88
179, Jalan Bukit Bintang
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Tel : 603-2116 9999
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Berjaya Air Sdn Bhd

Asia Jet Partners Malaysia Sdn Bhd

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PROPERTY INVESTMENT & DEVELOPMENT

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Property Management:

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55100 Kuala Lumpur
Tel : 603-2149 1591/92
Fax : 603-2143 8028
Email : propmgmt@berjaya.com.my

Vietnam Office:

Berjaya – D2D Co. Limited

6th Floor, Bao Viet Tower
233 Dong Khoi Street
Ben Nghe Ward, District 1
Ho Chi Minh City
Socialist Republic of Vietnam
Tel : 84-28-3521 0038 (General)
: 84-28-3521 0001 (Marketing)
Fax : 84-28-3521 0039

Berjaya – Handico12 Co., Ltd., Hanoi

The Pavilion
Ha Noi Garden City
Thach Ban Ward, Long Bien District
Hanoi, Socialist Republic of Vietnam
Tel : 84-24-3652 6666
Fax : 84-24-3652 6668

China Office:

Berjaya Sanhe Real Estate Development Co. Ltd.

Berjaya (China) Great Wall Co. Ltd.
38 Xing Gong West Street
Yanjiao Development Zone
065201 Sanhe City
People's Republic of China
Tel : 86-316-332 0309/332
Fax : 86-316-332 0310

Korea Office:

Berjaya Jeju Resort Limited

2572 Jungmun-dong
Seogwipo City
Jeju Special Self-Governing Province
697-120 Republic of Korea
Tel : 82-64-738-5030
Fax : 82-64-738 5033

Property Addresses:

Indah UPC Shops
3 1/2 Mile, Jalan Klang Lama
58000 Kuala Lumpur

Klang Lama New Business Centre Gemilang Indah Apartments

Jalan 2/110A
Batu 3 1/2, Jalan Klang Lama
58200 Kuala Lumpur

Pines Condominiums

No. 116, Jalan Sultan Abdul Samad
Brickfields
50470 Kuala Lumpur

Ixora Apartments

Jalan Rusa, Off Jalan Tun Razak
50400 Kuala Lumpur

Robson Condominiums

Jalan 2/87D, Robson Heights
Persiaran Syed Putra 2
50470 Kuala Lumpur

1 Petaling Residences & Commerz @ Sg. Besi

Jalan 1C/149, Off Jalan Sungai Besi
57100 Kuala Lumpur

Petaling Indah Condominiums

Jalan 1C/149, Off Jalan Sungai Besi
57100 Kuala Lumpur

Sri Pelangi Condominiums

Sri Pelangi Shops & Apartments
Jalan Genting Kelang, Setapak
53300 Kuala Lumpur

Taman Cemerlang

Cemerlang Heights
Cemerlang Court
Cemerlang Apartment
Cemerlang Shop/Office/Apartment
Jalan TC 1/5, Taman Cemerlang
Gombak
53100 Kuala Lumpur

Berjaya Park

Seksyen 32, 40460 Shah Alam
Selangor Darul Ehsan

Vasana 25

Seputeh Heights
Jalan Bukit Seputeh 3
Taman Seputeh Heights
58000 Kuala Lumpur

Subang Heights

Jalan SHT/SHB, Taman Subang Heights
47500 Subang Jaya
Selangor Darul Ehsan

The Peak @ Taman TAR

Off Jalan Sultan
Taman Tun Abdul Razak
68000 Ampang
Selangor Darul Ehsan

Greenfields Apartments

Green Avenue Condominiums
No. 8, Jalan 1/155B, Bukit Jalil
57000 Kuala Lumpur

Arena Green Apartments

Residensi Lanai
Jalan 1/55A, Bukit Jalil
57000 Kuala Lumpur

Savanna Bukit Jalil Condominiums

Jalan 1/155A, Bukit Jalil
57000 Kuala Lumpur

Savanna 2 Bukit Jalil

Covillea Bukit Jalil
Jalan Jalil Perkasa 7
Bukit Jalil, 57000 Kuala Lumpur

Jalil Link @ Bukit Jalil

Jalan 1/155B, Bukit Jalil
57000 Kuala Lumpur

GROUP ADDRESSES

The Link 2 @ Bukit Jalil

Jalan Jalil Perkasa 1
Bukit Jalil,
57000 Kuala Lumpur

KM1 East & West Condominiums @ Bukit Jalil

Jalan Jalil Perkasa
Bukit Jalil, 57000 Kuala Lumpur

Kinrara Ria Apartments

Jalan TK 4/11, Taman Kinrara Seksyen IV
47100 Puchong
Selangor Darul Ehsan

Kinrara Putri Apartments

Jalan TK 4/12
Taman Kinrara Seksyen IV
47100 Puchong
Selangor Darul Ehsan

Kinrara Low Cost Shops & Apartments

Jalan TK 4/13
Taman Kinrara Seksyen IV
47100 Puchong
Selangor Darul Ehsan

Kinrara Mas Shops & Apartments

Jalan TK 4/14
Taman Kinrara Seksyen IV
47100 Puchong
Selangor Darul Ehsan

Kinrara Mas Low Cost Shops

Jalan TK 4/13
Taman Kinrara Seksyen IV
47100 Puchong
Selangor Darul Ehsan

Kinrara Shops, Offices & Apartments

Jalan TK 4/5
Taman Kinrara Seksyen IV
47100 Puchong
Selangor Darul Ehsan

Kuantan Perdana Shop Office

Jalan Tun Ismail
25000 Kuantan
Pahang Darul Makmur

Ritz-Carlton Residences

Menara Bangkok Bank@Berjaya Central Park
Jalan Sultan Ismail/Jalan Ampang
50250 Kuala Lumpur

Berjaya Hills

KM48
Persimpangan Bertingkat Lebuhraya Karak
28750 Bukit Tinggi
Bentong, Pahang Darul Makmur
Malaysia
Tel : 609-288 8888
Fax : 609-288 3018

Batu Pahat Office:

Berjaya Land Development Sdn Bhd
74 & 75, Jalan Gemilang
Taman Banang Jaya
83000 Batu Pahat
Johor Darul Takzim
Tel : 607-428 8678

Penang Office:

88 Jalan Masjid Negeri
11600 Pulau Pinang
Tel : 604-658 2828

Singapore Office:

Berjaya Corporation (S) Pte. Ltd.
680 Upper Thomson Road
#01-13 Singapore 787103
Tel : 602-6227 3688
Fax : 602-6225 4966

Complexes:

Berjaya Megamall, Pahang
Lot 3-18, 3rd Floor
Sri Dagangan Kuantan
Business Centre, Jalan Tun Ismail
25000 Kuantan
Pahang Darul Makmur
Tel : 609-508 8188

Plaza Berjaya, Kuala Lumpur

Lot 2.05, 2nd Floor
Podium Block Plaza Berjaya
No. 12, Jalan Imbi
55100 Kuala Lumpur
Tel : 603-2141 2818

Kota Raya Complex, Kuala Lumpur

Lot 5.0A-1, Level 5
Kota Raya Complex
Jalan Tun Tan Cheng Lock
50000 Kuala Lumpur
Tel : 603-2072 2562

Wisma Cosway

Jalan Raja Chulan
50200 Kuala Lumpur

CONSUMER MARKETING, DIRECT SELLING & RETAIL

Cosway (M) Sdn Bhd

Head Office:
18-01-01B Menara Cosway
Plaza Berjaya
No. 12, Jalan Imbi
55100 Kuala Lumpur
Tel : 603-21161188/6688
Email : info@cosway.com.my
Website : www.cosway.com.my

Country Farms Sdn Bhd

Unit-C2 Natco Industrial Park
Lot 9 Lorong Keluli 1B
Kawasan Perindustrian Bukit Raja Selatan
Seksyen 7, 40000 Shah Alam
Selangor Darul Ehsan
Tel : 603-3342 4401/3342 4402
Fax : 603-3342 4404
Email : info@countryfarmorganics.com

Berjaya Books Sdn Bhd

Borders Headquarters
No. 26, Jalan PJU 3/49
Sunway Technology Park
Sunway Damansara,
47810 Petaling Jaya, Selangor Darul Ehsan
Tel : 603-7803 9000

Berjaya Pharmacy Sdn Bhd

Lot 15 C & D, Level 15, Plaza Berjaya,
Jalan Imbi, 55100 Kuala Lumpur.
Tel : 603-2110 6688

Mothers En Vogue Sdn Bhd

Lot 5.45.02, Level 5, Pavillion KL
168, Jalan Bukit Bintang
55100 Kuala Lumpur
Tel : 603-2141 0252

Sweet Spot Digital (Malaysia) Sdn Bhd

18th Floor, Office Block
Plaza Berjaya
No. 12 Jalan Imbi
55100 Kuala Lumpur
Tel : 603-2142 7288

MOTOR TRADING AND DISTRIBUTION

Berjaya China Motor Sdn Bhd

Lot 3, Jalan 225, Section 51A
46100 Petaling Jaya, Selangor Darul Ehsan
Tel : 603-7954 1188
Fax : 603-7955 1189

H.R. Owen Plc.

Melton Court
25-27 Old Brompton Road
London SW7 3TD United Kingdom
Tel : 020-7245 1122
Website : www.hrowen.co.uk

GAMING & LOTTERY MANAGEMENT

Sports Toto Malaysia Sdn Bhd

Lot 13-01, Level 13 (East Wing)
Berjaya Times Square
No. 1, Jalan Imbi, 55100 Kuala Lumpur
Tel : 603-2148 9888
Fax : 603-2141 9581
Email : webmaster@sportstoto.com.my
Website : www.sportstoto.com.my

Berjaya Philippines Inc.

Philippine Gaming Management Corporation
9th Floor, Rufino Pacific Tower
6784 Ayala Avenue corner V.A. Rufino Street
Makati City
Metro Manila, Philippines
Tel : 632-811 0668
Fax : 632-811 2293
Website : www.berjaya.com.ph

International Lottery & Totalizator Systems, Inc., USA

2310 Cousteau Court
Vista (San Diego)
California 92081-8346
United States of America
Tel : 1-760-598 1655
Fax : 1-760-598 0219
Email : mktg@ilts.com
Website : www.ilts.com

Berjaya Gia Thinh Investment Technology Joint Stock Company

Level 17, Lim II Building
62A Cach Mang Thang Tam
Ward 6, District 3
Ho Chi Minh City
Socialist Republic of Vietnam
Email : info@bgt.com.vn

GROUP ADDRESSES

FOOD & BEVERAGE

Berjaya Roasters (M) Sdn Bhd
Lot 09-16, Level 9, East Wing
Berjaya Times Square
No. 1, Jalan Imbi, 55100 Kuala Lumpur
Tel : 603-2119 9888
Fax : 603-2142 7688
Email : broasters@krr.com.my

Roasters Asia Pacific (M) Sdn Bhd
Lot 7-33, Level 7, West Wing
Berjaya Times Square
No. 1, Jalan Imbi, 55100 Kuala Lumpur
Tel : 603-2145 3259
Fax : 603-2143 4085

Jollibean Foods Pte Ltd, Singapore
No. 63, Ubi Avenue 1
07-06, Boustead House
Singapore 408937
Tel : +65 6746 3877
Fax : +65 6746 8802

Berjaya Starbucks Coffee Company Sdn Bhd
Lot 10-04, Level 10, West Wing
Berjaya Times Square
No. 1, Jalan Imbi
55100 Kuala Lumpur
Tel : 603-2052 5888
Fax : 603-2052 5889

Berjaya Food Supreme Sdn Bhd
95, Jalan Pemancha
Bandar Seri Begawan BS8811
Brunei Darussalam
Tel : 03-2052 5888
Fax : 03-2052 5889

Berjaya Burger Sdn Bhd
Lot 09-23, Level 9, West Wing
Berjaya Times Square
No. 1, Jalan Imbi, 55100 Kuala Lumpur
Tel : 603-2119 7272
Fax : 603-2119 7200

Berjaya Krispy Kreme Doughnuts Sdn Bhd
Lot 7-33, Level 7, West Wing
Berjaya Times Square
No. 1, Jalan Imbi, 55100 Kuala Lumpur
Tel : 603-2141 2699
Fax : 603-2143 4085

RU Cafe Sdn Bhd
Head Office:
Level 9, East Wing,
Berjaya Times Square
No.1, Jalan Imbi, 55100 Kuala Lumpur
Tel : 603-2119 6660
Fax : 603-2141 0501
Email : info@rasautara.com.my

ENVIRONMENTAL SERVICES

KUB-Berjaya Enviro Sdn Bhd
KUB-Berjaya Energy Sdn Bhd
Berjaya Engineering Construction Sdn Bhd
Amita KUB-Berjaya Kitar Sdn Bhd
09-03 & 09-05, Level 9, East Wing
Berjaya Times Square
No. 1, Jalan Imbi, 55100 Kuala Lumpur
Tel : 603-2688 6333
Fax : 603-2688 6332

Longxi Water Supply Co
Level 4, Hong Hui Building, Longxi Town
Bolou County, Huizhou, Guangdong Province
People's Republic of China
Tel : +86-752-667 8337

Pengfa Water Supply Co
Xiao Feng Gang, Longxi Town, Bolou County
Huizhou, Guangdong Province
People's Republic of China
Tel : +86-752-638 7000

Zhiwang Water Supply Co
Xiao Feng Gang, Longxi Town, Bolou County
Huizhou, Guangdong Province
People's Republic of China
Tel : +86-752-638 7000

WHOLESALE DISTRIBUTION

Kimia Suchi Sdn Bhd
21, Jalan TUDM, Subang New Village
40000 Shah Alam
Selangor Darul Ehsan
Tel : 603-7847 6268
Email : nrathor@ksuchi.com.my

EDUCATION

Informatics Education Ltd
Informatics Campus
133, Middle Road
05-01, BOC Plaza
Singapore 188974
Tel : 65-6580 4555
Fax : 65-6565 1371
Website : www.informaticseducation.com

Berjaya Higher Education Sdn Bhd
Berjaya University College
Level 11 (West Wing), Berjaya Times Square
No. 1, Jalan Imbi, 55100 Kuala Lumpur
Tel : 603-2687 7000
Fax : 603-2687 7001
Email : info@berjaya.edu.my

TELECOMMUNICATIONS

REDtone International Berhad
Suites 22-30, 5th floor, IOI Business Park
47100 Puchong, Selangor Darul Ehsan
Tel : 603-8073 2288
Fax : 603-2773 9015
Website : www.redtone.com

OTHERS

Graphic Press Group Sdn Bhd
3, Jalan PJS 3/2 (Jalan Medan 3)
Taman Medan, PJS3
46000 Petaling Jaya
Selangor Darul Ehsan
Tel : 603-7783 9988
Fax : 603-7785 3633

BLoyalty Sdn Bhd
16th Floor, Office Block
Plaza Berjaya
Jalan Imbi
55100 Kuala Lumpur
Email : enquiry@binfinite.com.my

Berjaya Registration Services Sdn Bhd
Lot 10-04A & 10-04B, Level 10, West Wing
Berjaya Times Square
No. 1, Jalan Imbi
55100 Kuala Lumpur
Tel : 03-2145 0533
Fax : 03-2145 9702

RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

Berjaya Corporation Berhad (“BCorp”) Group with the following Related Parties	Nature of transactions undertaken by BCorp and/or its unlisted subsidiary companies	Amount transacted during the financial year (RM'000)
Berjaya Assets Berhad (“BAssets”) and its unlisted subsidiaries:		
BAssets	Provision of share registration services by Berjaya Registration Services Sdn Bhd (“BRegistration”)	55
BAssets and its subsidiary companies	Provision of leasing and hire purchase facilities by Prime Credit Leasing Sdn Bhd	350
	Supply of stationery products and printing services by Inter-Pacific Trading Sdn Bhd (“IPTSB”)	62
	Supply of cleaning chemical products by Kimia Suchi Marketing Sdn Bhd	1
	Provision of human resource management services by EVA Management Sdn Bhd (“EVA Management”)	6
	Loyalty reward fees receivable by BLoyalty Sdn Bhd (“BLoyalty”) for managing the loyalty card programme	1
BTS Car Park Sdn Bhd	Parking charges payable monthly by the BCorp Group for leasing of parking bays	498
Sapphire Transform Sdn Bhd	Rental payable by RU Café Sdn Bhd (“RU Café”) for renting of shoplot at Lot G-09, Ground Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	90
Berjaya Times Square Sdn Bhd (“BTSSB”)	Rental payable by KUB-Berjaya Enviro Sdn Bhd for renting of office premises at Lots 09-01, 09-02 & 09-03, 9th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	251
	Rental payable by Berjaya Burger Sdn Bhd (“BBurger”) for renting of café at Lot 03-89, 3rd Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	266
	Rental payable by BBurger for renting of office premises at Lots 09-16, 09-17 & 09-18, 9th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	77
	Rental payable by Berjaya Engineering Construction Sdn Bhd for renting of office premises at Lots 09-37 & 09-39, 9th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	40
	Rental payable by Roasters Asia Pacific (M) Sdn Bhd for renting of office premises at Lot 07-24, 7th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	145

RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

Berjaya Corporation Berhad ("BCorp") Group with the following Related Parties	Nature of transactions undertaken by BCorp and/or its unlisted subsidiary companies	Amount transacted during the financial year (RM'000)
	Rental payable by Cosway (M) Sdn Bhd for renting of shoplots at Lots LG-12 & LG-20, Lower Ground Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	447
	Rental payable by Berjaya Krispy Kreme Doughnuts Sdn Bhd ("Berjaya Krispy Kreme") for renting of showroom cum office at Lots 08-29, 08-30, 08-32 & 08-33, 8th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	25
	Rental payable by Berjaya Krispy Kreme for renting of kiosk at Lot LG19-C, Lower Ground Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	99
	Rental payable by Berjaya College Sdn Bhd for renting of office premises at Lots 10-11, 10-12 & 10-12A, 10th Floor, and Lot 11-02A, 11th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	569
	Rental payable by Berjaya Hills Resort Berhad ("BHills") for renting of office premises at Lots 08-65, 08-66 & 08-67, 8th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	69
	Rental payable by BRegistration for renting of office premises at Lot 10-02A, 10th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	265
	Rental payable by Berjaya Higher Education Sdn Bhd ("Berjaya Higher Education") for renting of premises at Lot 14-01, 14th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	1,076
	Rental payable by Berjaya Higher Education for renting of shoplots at Lots 09-23, 09-24 & 09-25, 9th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	203
	Rental payable by RU Café for renting of office premises at Lot 09-05, 9th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	36
	Rental payable by Inter-Pacific Securities Sdn Bhd for renting of premises at rooftop, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	6
Total		4,637

RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

Berjaya Corporation Berhad ("BCorp") Group with the following Related Parties	Nature of transactions undertaken by BCorp and/or its unlisted subsidiary companies	Amount transacted during the financial year (RM'000)
Berjaya Media Berhad ("BMedia") and its unlisted subsidiaries		
BMedia	Provision of share registration services and printing to mailing by BRegistration	62
	Management fees receivable by BCorp for services rendered that include, inter-alia, the provision of finance, secretarial, internal audit and general administrative services	120
	Provision of human resource management services by EVA Management	16
Sun Media Corporation Sdn Bhd	Procurement of advertising and publishing services by the BCorp Group	590
	Provision of transportation services by Successline (M) Sdn Bhd and Securexpress Services Sdn Bhd ("Securexpress Services")	113
Total		901
7-Eleven Holdings Berhad and its unlisted subsidiary companies:		
7-Eleven Malaysia Sdn Bhd	Provision of transportation services by Securexpress Services	9,725
	Provision of share registration services and other related services by BRegistration	47
	Rental payable by Berjaya Channel Sdn Bhd ("Berjaya Channel") for renting of advertisement space at outlets of 7-Eleven.	600
	Provision of human resource management services by EVA Management	6
	Rental payable monthly by Boxit Holdings Sdn Bhd for placement of parcel lockers in 7-Eleven stores	72
Total		10,450

RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

Berjaya Corporation Berhad ("BCorp") Group with the following Related Parties	Nature of transactions undertaken by BCorp and/or its unlisted subsidiary companies	Amount transacted during the financial year (RM'000)
Other related parties:-		
MOL.com Sdn Bhd and its subsidiary companies (a)	Provision of human resource management services by EVA Management	2
Qinetics Solutions Sdn Bhd and its subsidiary company (a)	Purchase of hardware and networking equipment and receipt of information technology consultancy, maintenance, management and other services by the BCorp Group	1,379
	Provision of education and staff training services by Berjaya Education Sdn Bhd ("BEducation")	8
	Receipt of network hosting services by EVA Management	118
Roda Indah Sdn Bhd (a)	Loyalty reward fees receivable by BLoyalty for managing the loyalty card programme	1
	Provision of human resource management services by EVA Management	7
	Provision of education and staff training services by BEducation	2
	Supply of stationery products by IPTSB	11
U Mobile Sdn Bhd ("UMobile") (b)	Rental income receivable by BHills for renting of broadcasting facility at KM48, Persimpangan Bertingkat, Lebuhraya Karak, Bukit Tinggi, Bentong, Pahang	107
	Provision of printing and mailing services by BRegistration	1,568
	Loyalty reward fees receivable by BLoyalty for managing the loyalty card programme	2,362
	Rental income receivable by Stephens Properties Sdn Bhd for renting of premises at rooftop, Wisma Cosway, Jalan Raja Chulan, Kuala Lumpur	29
	Provision of advertising services by Berjaya Channel	555
Berjaya Retail Berhad (a)	Provision of share registration services and printing to mailing by BRegistration	3
	Provision of human resource management services by EVA Management	5

RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

Berjaya Corporation Berhad ("BCorp") Group with the following Related Parties	Nature of transactions undertaken by BCorp and/or its unlisted subsidiary companies	Amount transacted during the financial year (RM'000)
Singer (Malaysia) Sdn Bhd (a)	Provision of education and staff training services by BEducation	4
	Supply of stationery products by IPTSB	500
Berjaya RadioShack Sdn Bhd (a)	Rental income receivable by Berjaya Books Sdn Bhd for renting of shoplot at Lot S-209, 2nd Floor, Garden Mall Mid Valley, Lingkaran Syed Putra, Kuala Lumpur	21
Deru Klasik Sdn Bhd (c)	Rental payable by RU Café for renting of shoplot at Lot G-09B, Ground Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	199
Total		6,881
Grand Total		22,869

Notes:

- a. Company where Tan Sri Dato' Seri Vincent Tan Chee Yioun ("TSVT"), a major shareholder of the Company is deemed to have an interest.
- b. A company in which Dato' Sri Robin Tan Yeong Ching ("DSRTYC") has interests. TSVT is also a substantial shareholder of UMobile. TSVT is the father of DSRTYC.
- c. A company in which a person connected with TSVT has interest.

STATEMENT OF DIRECTORS' SHAREHOLDINGS

AS AT 30 JULY 2018

The Company	NUMBER OF ORDINARY SHARES			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Seri Vincent Tan Chee Yioun	1,113,850,808	22.85	1,203,424,148	24.69
	–	–	8,604,910 [#]	0.18
Dato' Sri Robin Tan Yeong Ching	2,289,532	0.05	645,107,122	13.23
	–	–	5,150 [#]	0.00
Chan Kien Sing	49,118	0.00	–	–
Vivienne Cheng Chi Fan	12,360	0.00	–	–
Dato' Sri Azlan Meah Bin Hj Ahmed Meah	5,703	0.00	–	–
Datuk Robert Yong Kuen Loke	1,051,545	0.02	–	–

	NUMBER OF 5% IRREDEEMABLE CONVERTIBLE UNSECURED LOAN STOCKS 2012/2022 OF RM1.00 NOMINAL VALUE EACH			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Seri Vincent Tan Chee Yioun	174,713,065	27.09	123,736,700	19.18
	–	–	98,866,549 [#]	15.33
Dato' Sri Robin Tan Yeong Ching	2,620,500	0.41	66,329,000	10.28
	–	–	1,000 [#]	0.00
Chan Kien Sing	10,000	0.00	–	–
Vivienne Cheng Chi Fan	2,000	0.00	–	–
Nerine Tan Sheik Ping	132,000	0.02	–	–
Datuk Robert Yong Kuen Loke	2,516,508	0.39	–	–

	NUMBER OF WARRANTS 2012/2022			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Seri Vincent Tan Chee Yioun	211,082,731	30.15	156,043,500	22.29
	–	–	1,500,000 [#]	0.21
Dato' Sri Robin Tan Yeong Ching	2,620,500	0.37	87,029,000	12.43
	–	–	1,000 [#]	0.00
Chan Kien Sing	10,000	0.00	–	–
Vivienne Cheng Chi Fan	2,000	0.00	–	–
Datuk Robert Yong Kuen Loke	170,108	0.02	–	–

	NUMBER OF 2% IRREDEEMABLE CONVERTIBLE UNSECURED LOAN STOCKS 2016/2026 OF RM1.00 NOMINAL VALUE EACH			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Seri Vincent Tan Chee Yioun	102,627,780	99.80	–	–

	NUMBER OF WARRANTS 2016/2026			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Seri Vincent Tan Chee Yioun	353,135,340	49.98	–	–

STATEMENT OF DIRECTORS' SHAREHOLDINGS AS AT 30 JULY 2018

Subsidiary companies

Berjaya Land Berhad

	NUMBER OF ORDINARY SHARES			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Seri Vincent Tan Chee Yioun	69,150,400	1.39	3,912,086,872*	78.41
Dato' Sri Robin Tan Yeong Ching	600,000	0.01	56,600,000*	1.13
Nerine Tan Sheik Ping	2,000,000	0.04	–	–
Dato' Zurainah Binti Musa	680,000	0.01	–	–
Datuk Robert Yong Kuen Loke	360,808	0.00	–	–

Berjaya Sports Toto Berhad

	NUMBER OF ORDINARY SHARES			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Seri Vincent Tan Chee Yioun	10,305,641	0.77	667,183,566*	49.53
Dato' Sri Robin Tan Yeong Ching	1,007,142	0.07	–	–
Vivienne Cheng Chi Fan	–	–	41,211 [#]	0.00
Chan Kien Sing	3,610	0.00	–	–
Datuk Robert Yong Kuen Loke	123,667	0.00	–	–
Penelope Gan Paik Ling	10,000	0.00	–	–

Berjaya Food Berhad

	NUMBER OF ORDINARY SHARES			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Seri Vincent Tan Chee Yioun	1,000,000	0.26	180,841,720*	48.04
Dato' Sri Robin Tan Yeong Ching	2,570,000	0.68	–	–

	NUMBER OF ORDINARY SHARES UNDER EMPLOYEES' SHARE SCHEME ("ESS")			
	Direct Interest	%	Deemed Interest	%

ESS Options

Dato' Sri Robin Tan Yeong Ching	1,224,000	0.33	–	–
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ESS Shares

Dato' Sri Robin Tan Yeong Ching	306,000	0.08	–	–
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STATEMENT OF DIRECTORS' SHAREHOLDINGS AS AT 30 JULY 2018

REDtone International Berhad	NUMBER OF ORDINARY SHARES			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Seri Vincent Tan Chee Yioun	7,000,000	0.93	386,812,912*	51.66
Penelope Gan Paik Ling	100,000	0.01	–	–

	NUMBER OF 2.75% IRREDEEMABLE CONVERTIBLE UNSECURED LOAN STOCKS 2010/2020 OF RM1.00 NOMINAL VALUE EACH			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Seri Vincent Tan Chee Yioun	–	–	45,129,450*	74.51

Notes:

* Indirect interests pursuant to Section 8 of the Companies Act 2016.

Indirect interests pursuant to Section 59(11)(c) of the Companies Act 2016.

By virtue of his interests in the shares of Berjaya Corporation Berhad, Tan Sri Dato' Seri Vincent Tan Chee Yioun is also deemed interested in the shares of all the subsidiary companies of the Company to the extent the Company has an interest.

Other than as disclosed above, none of the other directors in office at the end of the financial year had any interest in the shares, warrants, options and debentures of the Company or its related corporations during the financial year.

STATISTICS ON SHARES AND CONVERTIBLE SECURITIES

AS AT 30 JULY 2018

ANALYSIS OF SHAREHOLDINGS

Size of Shareholdings	No. of Shareholders	%	No. of Ordinary Shares	%
less than 100	8,723	11.87	262,233	0.01
100 - 1,000	24,414	33.22	9,979,039	0.20
1,001 - 10,000	24,163	32.88	83,101,457	1.71
10,001 - 100,000	13,217	17.98	406,998,409	8.35
100,001 - 243,729,151	2,978	4.05	3,721,921,041	76.35
243,729,152* and above	2	0.00	652,320,863	13.38
Total	73,497	100.00	4,874,583,042	100.00

Note: Each share entitles the holder to one vote.

* Denotes 5% of the total number of issued shares with voting rights.

THIRTY LARGEST SHAREHOLDERS

Name of Shareholders	No. of Ordinary Shares	%
1 CIMB Group Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (EDG&CBD)	347,384,391	7.13
2 Kenanga Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Hotel Resort Enterprise Sdn Bhd	304,936,472	6.26
3 Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (8087489)	178,218,403	3.66
4 Maybank Securities Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Malayan Banking Berhad (MBB2 SWAP-M)	164,800,000	3.38
5 Scotia Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Hotel Resort Enterprise Sdn Bhd	128,235,000	2.63
6 Scotia Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	107,544,681	2.21
7 BBL Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	93,000,000	1.91
8 Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Berjaya Bright Sdn Bhd (fka Sublime Cartel Sdn Bhd) (41408491163A)	70,040,000	1.44
9 Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Hotel Resort Enterprise Sdn Bhd	68,183,118	1.40
10 MIDF Amanah Investment Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (MGN-VTC0001M)	60,209,560	1.24
11 Amsec Nominees (Tempatan) Sdn Bhd Pledged Securities Account - Ambank (M) Berhad For Premier Merchandise Sdn Bhd	53,418,845	1.10
12 Inter-Pacific Equity Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Berjaya Bright Sdn Bhd (fka Sublime Cartel Sdn Bhd) (AS0052)	51,500,000	1.06
13 Cartaban Nominees (Asing) Sdn Bhd Exempt An For State Street Bank & Trust Company (West CLT OD67)	48,984,923	1.00

STATISTICS ON SHARES AND CONVERTIBLE SECURITIES AS AT 30 JULY 2018

Name of Shareholders	No. of Ordinary Shares	%
14 Premier Merchandise Sdn Bhd	46,800,000	0.96
15 HSBC Nominees (Asing) Sdn Bhd JPMCB NA For Vanguard Total International Stock Index Fund	43,539,114	0.89
16 Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Hotel Resort Enterprise Sdn Bhd	42,150,000	0.86
17 Citigroup Nominees (Asing) Sdn Bhd CBNY For Dimensional Emerging Markets Value Fund	42,004,978	0.86
18 HSBC Nominees (Asing) Sdn Bhd JPMCB NA For Vanguard Emerging Markets Stock Index Fund	40,686,589	0.83
19 RHB Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	40,654,100	0.83
20 Cimsec Nominees (Tempatan) Sdn Bhd CIMB Bank For Tan Sri Dato' Seri Vincent Tan Chee Yioun (PBCL-0G0361)	40,000,000	0.82
21 BBL Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Gemtech (M) Sdn Bhd	39,850,000	0.82
22 ABB Nominee (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (OD Facility)	39,819,800	0.82
23 Citigroup Nominees (Asing) Sdn Bhd CBNY For Emerging Market Core Equity Portfolio DFA Investment Dimensions Group Inc	37,819,283	0.78
24 Malaysia Nominees (Tempatan) Sendirian Berhad Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (01-00856-003)	37,056,052	0.76
25 Amsec Nominees (Tempatan) Sdn Bhd Pledged Securities Account - Ambank (M) Berhad For Hotel Resort Enterprise Sdn Bhd	36,812,064	0.76
26 CIMB Group Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (Singer CBM)	36,200,000	0.74
27 Scotia Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Superior Structure Sdn Bhd	36,153,000	0.74
28 Malaysia Nominees (Tempatan) Sendirian Berhad Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (01-00820-000)	36,050,000	0.74
29 Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Berjaya Bright Sdn Bhd (fka Sublime Cartel Sdn Bhd) (3002208)	35,606,000	0.73
30 RHB Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	33,608,900	0.69
	2,341,265,273	48.05

STATISTICS ON SHARES AND CONVERTIBLE SECURITIES

AS AT 30 JULY 2018

ANALYSIS OF 5% IRREDEEMABLE CONVERTIBLE UNSECURED LOAN STOCKS 2012/2022 ("5% ICULS")

Size of 5% ICULS Shareholdings	No. of 5% ICULS Holders	%	No. of 5% ICULS	%
less than 100	164	3.92	7,769	0.00
100 - 1,000	1,280	30.57	826,783	0.13
1,001 - 10,000	1,587	37.90	6,983,533	1.08
10,001 - 100,000	831	19.85	29,508,225	4.57
100,001 - 32,249,909	321	7.66	401,027,268	62.18
32,249,910* and above	4	0.10	206,644,615	32.04
Total	4,187	100.00	644,998,193	100.00

* Denote 5% of the 5% ICULS outstanding.

THIRTY LARGEST 5% ICULS HOLDERS

Name of 5% ICULS Holders	No. of 5% ICULS	%
1 Cimsec Nominees (Tempatan) Sdn Bhd CIMB For Rayvin Tan Yeong Sheik (PB)	76,826,449	11.91
2 CIMB Group Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (EDG&CBD)	58,430,866	9.06
3 Scotia Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	36,103,300	5.60
4 Scotia Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Hotel Resort Enterprise Sdn Bhd	35,284,000	5.47
5 Scotia Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Superior Structure Sdn Bhd	19,351,000	3.00
6 Cimsec Nominees (Tempatan) Sdn Bhd CIMB Bank For Rayvin Tan Yeong Sheik (PBCL-0G0022)	19,349,000	3.00
7 Malaysia Nominees (Tempatan) Sendirian Berhad Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (01-00856-003)	18,737,899	2.91
8 MIDF Amanah Investment Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (MGN-VTC0001M)	18,297,000	2.84
9 Amsec Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (MX3999)	18,000,000	2.79
10 Amsec Nominees (Tempatan) Sdn Bhd Pledged Securities Account - Ambank (M) Berhad For Hotel Resort Enterprise Sdn Bhd	15,623,000	2.42
11 Wong Yoke Lian	14,111,000	2.19
12 Teo Kwee Hock	10,302,400	1.60
13 Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Berjaya Bright Sdn Bhd (fka Sublime Cartel Sdn Bhd) (41408491163A)	10,000,000	1.55
14 Lim Khuan Eng	9,203,900	1.43
15 Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (8087489)	9,100,000	1.41

STATISTICS ON SHARES AND CONVERTIBLE SECURITIES AS AT 30 JULY 2018

Name of 5% ICULS Holders		No. of 5% ICULS	%
16	Ho Chu Chai	8,920,100	1.38
17	Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Berjaya Bright Sdn Bhd (fka Sublime Cartel Sdn Bhd) (3002208)	8,830,000	1.37
18	Amsec Nominees (Tempatan) Sdn Bhd Pledged Securities Account - Ambank (M) Berhad For Hotel Resort Enterprise Sdn Bhd (CIB057)	8,455,000	1.31
19	Malaysia Nominees (Tempatan) Sendirian Berhad Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (01-00856-004)	7,500,000	1.16
20	Ho Chu Chai	7,335,800	1.14
21	UOB Kay Hian Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Teo Siew Lai	6,919,000	1.07
22	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For B & B Enterprise Sdn Bhd	5,880,000	0.91
23	UOB Kay Hian Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Teo Kwee Hock	5,518,600	0.86
24	ABB Nominee (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (OD Facility)	5,444,000	0.84
25	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Hotel Resort Enterprise Sdn Bhd	5,000,000	0.78
26	Berjaya Bright Sdn Bhd (fka Sublime Cartel Sdn Bhd)	4,920,000	0.76
27	Tan Lee Hwa	4,500,000	0.70
28	Cimsec Nominees (Tempatan) Sdn Bhd CIMB Bank For Teo Ah Seng (PBCL-0G0241)	4,002,200	0.62
29	Palmo Enterprises Sdn Berhad	4,000,000	0.62
30	Malaysia Nominees (Tempatan) Sendirian Berhad Pledged Securities Account For HQZ Credit Sdn Bhd (01-00856-002)	3,682,000	0.57
		459,626,514	71.27

STATISTICS ON SHARES AND CONVERTIBLE SECURITIES

AS AT 30 JULY 2018

ANALYSIS OF WARRANTS HOLDERS ("WARRANT 2012/2022")

Size of Warrant 2012/2022 Holdings	No. of Warrant 2012/2022 Holders	%	No. of Warrants 2012/2022	%
less than 100	194	4.69	9,110	0.00
100 - 1,000	1,302	31.49	805,453	0.12
1,001 - 10,000	1,391	33.64	5,847,995	0.84
10,001 - 100,000	823	19.90	34,388,900	4.91
100,001 - 35,004,291	422	10.21	416,935,653	59.55
35,004,292* and above	3	0.07	242,098,731	34.58
Total	4,135	100.00	700,085,842	100.00

* Denote 5% of the Warrant 2012/2022 outstanding.

THIRTY LARGEST WARRANT 2012/2022 HOLDERS

Name of Warrant 2012/2022 Holders	No. of Warrant 2012/2022	%
1 Kenanga Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	95,560,166	13.65
2 CIMB Group Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (49877 PDZM)	76,538,565	10.93
3 Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Hotel Resort Enterprise Sdn Bhd	70,000,000	10.00
4 Cimsec Nominees (Tempatan) Sdn Bhd Exempt An For CIMB Commerce Trustee Berhad (PB-BTR2077)	29,920,149	4.27
5 Malaysia Nominees (Tempatan) Sendirian Berhad Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (01-00856-003)	25,000,000	3.57
6 Inter-Pacific Equity Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Arsam Bin Damis (AA0023)	19,500,000	2.79
7 CIMB Group Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Superior Structure Sdn Bhd (CBM4-TSVTCY)	19,351,000	2.76
8 Amsec Nominees (Tempatan) Sdn Bhd Pledged Securities Account - Ambank (M) Berhad For Premier Merchandise Sdn.Bhd.	17,047,000	2.43
9 CIMB Group Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Hotel Resort Enterprise Sdn Bhd (TVTCY)	15,000,000	2.14
10 HLIB Nominees (Tempatan) Sdn Bhd Hong Leong Bank Bhd For Lau Sie Kuong	8,888,800	1.27
11 Cimsec Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Lau Sie Kuong (Kuching)	8,500,000	1.21
12 Cimsec Nominees (Tempatan) Sdn Bhd CIMB Bank For Mak Ngia Ngia @ Mak Yoke Lum (MM0749)	8,333,500	1.19
13 Cheah Lai Peng	8,000,000	1.14

STATISTICS ON SHARES AND CONVERTIBLE SECURITIES AS AT 30 JULY 2018

Name of Warrant 2012/2022 Holders		No. of Warrant 2012/2022	%
14	Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Berjaya Bright Sdn Bhd (fka Sublime Cartel Sdn Bhd) (3002208)	7,966,700	1.14
15	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tang Sing Ling	7,958,800	1.14
16	Inter-Pacific Equity Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Pantai Cemerlang Sdn Bhd	6,400,000	0.91
17	Chin Chin Seong	6,030,000	0.86
18	Inter-Pacific Equity Nominees (Asing) Sdn Bhd Berjaya Philippines Inc	6,000,000	0.86
19	ABB Nominee (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (OD Facility)	5,444,000	0.78
20	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For B & B Enterprise Sdn Bhd	5,380,000	0.77
21	Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (8087489)	5,100,000	0.73
22	Maybank Nominees (Tempatan) Sdn Bhd Jonathan Ting Ge	4,800,000	0.69
23	Lim Boon Liat	4,250,000	0.61
24	RHB Capital Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Lim Chee Seong (CEB)	4,000,000	0.57
25	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Cha Ah Phoo @ Cheah Ah Phoo	3,694,971	0.53
26	MIDF Amanah Investment Nominees (Tempatan) Sdn Bhd Pledged Securities Account For HQZ Credit Sdn Bhd (MGN-IBO0001M)	3,682,000	0.53
27	Berjaya Times Square Sdn Bhd	3,313,000	0.47
28	Gemtech (M) Sdn Bhd	3,066,700	0.44
29	RHB Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Cheah Lai Peng	3,000,000	0.43
30	Chow Thin Khe	2,770,000	0.40
		484,495,351	69.21

STATISTICS ON SHARES AND CONVERTIBLE SECURITIES

AS AT 30 JULY 2018

ANALYSIS OF 2% IRREDEEMABLE CONVERTIBLE UNSECURED LOAN STOCKS 2016/2026 ("2% ICULS")

Size of 2% ICULS Shareholdings	No. of 2% ICULS Holders	%	No. of 2% ICULS	%
less than 100	–	0.00	–	0.00
100 - 1,000	73	85.88	71,800	0.07
1,001 - 10,000	4	4.71	14,300	0.01
10,001 - 100,000	3	3.53	123,200	0.12
100,001 - 5,141,853	–	0.00	–	0.00
5,141,854* and above	5	5.88	102,627,780	99.80
Total	85	100.00	102,837,080	100.00

* Denote 5% of the 2% ICULS outstanding.

THIRTY LARGEST 2% ICULS HOLDERS

Name of 2% ICULS Holders	No. of 2% ICULS	%
1 Scotia Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	39,675,000	38.58
2 Malaysia Nominees (Tempatan) Sendirian Berhad Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (01-00856-003)	28,665,780	27.87
3 Kenanga Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	16,077,000	15.63
4 MIDF Amanah Investment Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (MGN-VTC0001M)	12,390,000	12.05
5 Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	5,820,000	5.66
6 Inter-Pacific Equity Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Arsam Bin Damis (AA0023)	87,000	0.08
7 Lee Eng Min	25,000	0.02
8 Chew Kuang Hui	11,200	0.01
9 Ling Hei Sic	5,000	0.00
10 Lew Kin Meng	4,400	0.00
11 Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Chan Ah Ngau	2,800	0.00
12 Ng Yong Jian	2,100	0.00
13 Loy Soo Fong	1,000	0.00
14 Lim Kwi Neo	1,000	0.00
15 Lim Ah Choo	1,000	0.00
16 Marshitah Binti Abdul Rahim	1,000	0.00
17 Mohamad Nasir Bin Mohd Yusoff	1,000	0.00
18 Chai Lay Hong	1,000	0.00
19 Lee May Yee	1,000	0.00

STATISTICS ON SHARES AND CONVERTIBLE SECURITIES AS AT 30 JULY 2018

Name of 2% ICULS Holders		No. of 2% ICULS	%
20	Lim Kheng Kuan	1,000	0.00
21	Ong Choo Eng	1,000	0.00
22	Goh Sie Chin	1,000	0.00
23	Ernest Lau Lub Ding	1,000	0.00
24	Lim Seed Ling	1,000	0.00
25	Chong Li Chun	1,000	0.00
26	Hoon Seong Ong	1,000	0.00
27	Lee Hor Choo	1,000	0.00
28	Tan Thiam Chai	1,000	0.00
29	Goh Siew Lian	1,000	0.00
30	Yip Wai Yee	1,000	0.00
		102,783,280	99.90

STATISTICS ON SHARES AND CONVERTIBLE SECURITIES

AS AT 30 JULY 2018

ANALYSIS OF WARRANTS HOLDERS (“WARRANT 2016/2026”)

Size of Warrant Holdings	No. of Warrant 2016/2026 Holders	%	No. of Warrant 2016/2026	%
less than 100	1	0.12	40	0.00
100 - 1,000	84	9.92	79,400	0.01
1,001 - 10,000	65	7.67	534,300	0.07
10,001 - 100,000	371	43.80	21,032,400	2.98
100,001 - 35,324,833	324	38.25	438,500,540	62.07
35,324,834* and above	2	0.24	246,350,000	34.87
Total	847	100.00	706,496,680	100.00

* Denote 5% of the Warrant 2016/2026 outstanding.

THIRTY LARGEST WARRANT 2016/2026 HOLDERS

Name of Warrant 2016/2026 Holders	No. of Warrant 2016/2026	%
1 Kenanga Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	180,000,000	25.48
2 Scotia Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	66,350,000	9.39
3 Kenanga Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	26,154,000	3.70
4 MIDF Amanah Investment Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (MGN-VTC0001M)	24,780,000	3.51
5 Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (8087489)	24,119,780	3.41
6 RHB Capital Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Chan Seng Fatt	23,000,000	3.26
7 Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun	20,000,000	2.83
8 Nga Kor Kian	18,000,000	2.55
9 Lim Bee San	12,000,000	1.70
10 Malaysia Nominees (Tempatan) Sendirian Berhad Pledged Securities Account For Tan Sri Dato' Seri Vincent Tan Chee Yioun (01-00856-003)	11,731,560	1.66
11 Cimsec Nominees (Tempatan) Sdn Bhd CIMB Bank For Lee Chong Choon (MP0059)	10,800,000	1.53
12 HSBC Nominees (Tempatan) Sdn Bhd Exempt An For Morgan Stanley & Co. International PLC (PWM ACSDA R)	9,623,400	1.36
13 RHB Nominees (Tempatan) Sdn Bhd Tan Choon Piew	9,200,000	1.30

STATISTICS ON SHARES AND CONVERTIBLE SECURITIES AS AT 30 JULY 2018

Name of Warrant 2016/2026 Holders		No. of Warrant 2016/2026	%
14	Maybank Nominees (Tempatan) Sdn Bhd Jonathan Ting Ge	8,800,000	1.25
15	DB (Malaysia) Nominee (Tempatan) Sendirian Berhad Exempt An For Bank Of Singapore Limited	8,006,400	1.13
16	Maybank Securities Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Chuah Chaw Song (REM 166-Margin)	8,000,000	1.13
17	Soo Meng Chong Holdings Sdn Bhd	7,480,000	1.06
18	Gooi Seong Chneh	7,000,000	0.99
19	Chang Jiah Horng	7,000,000	0.99
20	Cimsec Nominees (Tempatan) Sdn Bhd CIMB For Lee Soi Gek (PB)	6,500,000	0.92
21	Teo Ah Seng	6,282,100	0.89
22	Lee Chong Choon	5,337,300	0.76
23	Maybank Nominees (Tempatan) Sdn Bhd Chuah Min-Min	4,900,000	0.69
24	Soo Kim Teng	4,745,000	0.67
25	Khoo Kooi Chiew	4,515,000	0.64
26	Chuah Seong Tat @ Chuah Chee Tat	4,376,000	0.62
27	Cimsec Nominees (Tempatan) Sdn Bhd CIMB For Teo Ah Seng (PB)	4,000,000	0.57
28	Lim Teck Hee	3,740,000	0.53
29	Gan Paul @ Paul Gan	3,500,000	0.50
30	Tong Soon Moi	2,700,000	0.38
		532,640,540	75.40

SUBSTANTIAL SHAREHOLDERS

AS AT 30 JULY 2018

Name	NUMBER OF ORDINARY SHARES			
	Direct Interest	%	Deemed Interest	%
Tan Sri Dato' Seri Vincent Tan Chee Yioun	1,113,850,808	22.85	1,203,424,148(a)	24.69
Hotel Resort Enterprise Sdn Bhd	644,952,622	13.23	–	–
Dato' Sri Robin Tan Yeong Ching	2,289,532	0.05	645,107,122(b)	13.23

(a) Deemed interested by virtue of his interests in Ascot Sports Sdn Bhd, Hotel Resort Enterprise Sdn Bhd, Nostalgia Kiara Sdn Bhd, Superior Structure Sdn Bhd, Berjaya Assets Berhad, (the holding company of Berjaya Bright Sdn Bhd (fka Sublime Cartel Sdn Bhd) and Berjaya Times Square Sdn Bhd), Berjaya Media Berhad (the holding company of Gemtech (M) Sdn Bhd), B & B Enterprise Sdn Bhd (the holding company of Lengkap Bahagia Sdn Bhd and the ultimate holding company of Nautilus Corporation Sdn Bhd), HQZ Credit Sdn Bhd (the ultimate holding company of Desiran Unggul Sdn Bhd and Premier Merchandise Sdn Bhd) and MOL.com Sdn Bhd (the ultimate holding company of Lim Kim Hai Sales & Services Sdn Bhd) and his deemed interests in Berjaya Infrastructure Sdn Bhd and Berjaya Sampo Insurance Berhad.

(b) Deemed interested by virtue of his interests in Ascot Sports Sdn Bhd and Hotel Resort Enterprise Sdn Bhd.

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT the Seventeenth Annual General Meeting (“AGM”) of Berjaya Corporation Berhad will be held at Perdana Ballroom, Bukit Jalil Golf & Country Resort, Jalan Jalil Perkasa 3, Bukit Jalil, 57000 Kuala Lumpur on Monday, 22 October 2018 at 10.00 a.m. for the following purposes:-

AGENDA

1. To receive and adopt the audited financial statements of the Company for the financial year ended 30 April 2018 and the Directors’ and Auditors’ Reports thereon.
2. To approve the payment of Directors’ fees amounting to RM288,000.00 to the Non-Executive Directors of the Company for the period from 23 October 2018 until the next AGM of the Company to be held in year 2019. **RESOLUTION 1**
3. To approve the payment of Director’s fee amounting to RM28,208.22 to the Non-Executive Director of the Company for the period from 30 March 2018 until the forthcoming Seventeenth AGM of the Company. **RESOLUTION 2**
4. To approve the payment of Directors’ remuneration (excluding Directors’ fees) to the Non-Executive Directors of the Company up to an amount of RM244,000.00 for the period from 23 October 2018 until the next AGM of the Company to be held in 2019. **RESOLUTION 3**
5. To re-elect the following Directors who retire pursuant to the Company’s Articles of Association:-
 - I) Article 94 – Retirement by Rotation
 - (a) Dato’ Sri Robin Tan Yeong Ching **RESOLUTION 4**
 - (b) Dato’ Zurainah Binti Musa **RESOLUTION 5**
 - (c) Chan Kien Sing **RESOLUTION 6**
 - (d) Dr Jayanthi Naidu A/P G. Danasamy **RESOLUTION 7**
 - II) Article 100 – Retirement by Casual Vacancy
 - (e) Tan Sri Dato’ Seri Vincent Tan Chee Yioun **RESOLUTION 8**
 - (f) Penelope Gan Paik Ling **RESOLUTION 9**
6. To re-appoint Messrs Ernst & Young as Auditors of the Company and to authorise the Directors to fix their remuneration. **RESOLUTION 10**
7. As special business:-

To consider and, if thought fit, pass the following Ordinary Resolutions:-

(i) AUTHORITY TO ISSUE AND ALLOT SHARES PURSUANT TO SECTIONS 75 AND 76 OF THE COMPANIES ACT 2016

“THAT, subject always to the Companies Act 2016, the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, the Articles of Association of the Company and the approvals of the relevant governmental/regulatory authorities, the Directors be and are hereby empowered, pursuant to Sections 75 and 76 of the Companies Act 2016, to issue and allot shares in the Company from time to time at such price and upon such terms and conditions and for such purposes as the Directors may deem fit, provided that the aggregate number of shares issued pursuant to this resolution does not exceed 10% of the total number of issued shares of the Company for the time being AND THAT the Directors be and are also empowered to obtain the approval from Bursa Malaysia Securities Berhad for the listing and quotation for the additional shares so issued AND THAT such authority shall continue to be in force until the conclusion of the next Annual General Meeting of the Company.”

RESOLUTION 11

NOTICE OF ANNUAL GENERAL MEETING

(ii) PROPOSED RENEWAL OF AND NEW SHAREHOLDERS' MANDATE FOR RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE

“THAT, subject to the provisions of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, approval be and is hereby given for the Company and its subsidiary companies, to enter into recurrent related party transactions of a revenue or trading nature with the related parties as specified in Section 2.3 of the Circular to Shareholders dated 29 August 2018 (“Proposed Mandate”) which are necessary for the day-to-day operations and/or in the ordinary course of business of the Company and its subsidiary companies on terms not more favourable to the related parties than those generally available to the public and are not detrimental to the minority shareholders of the Company and that such approval shall continue to be in force until:-

- (a) the conclusion of the next Annual General Meeting (“AGM”) of the Company following the AGM at which such ordinary resolution for the Proposed Mandate was passed, at which time it will lapse, unless by ordinary resolution passed at that general meeting, the authority is renewed;
- (b) the expiration of the period within which the next AGM after the date it is required to be held pursuant to Section 340(2) of the Companies Act 2016 (but shall not extend to such extension as may be allowed pursuant to Section 340(4) of the Companies Act 2016); or
- (c) revoked or varied by ordinary resolution passed by the shareholders of the Company in a general meeting;

whichever is the earlier;

AND FURTHER THAT authority be and is hereby given to the Directors of the Company and its subsidiary companies to complete and do all such acts and things (including executing such documents as may be required) to give effect to such transactions as authorised by this Ordinary Resolution.”

RESOLUTION 12

(iii) PROPOSED RENEWAL OF AUTHORITY FOR THE COMPANY TO PURCHASE ITS OWN SHARES

“THAT, subject always to the Companies Act 2016, (“Act”), rules, regulations and orders made pursuant to the Act, provisions of the Company’s Memorandum and Articles of Association, the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Exchange”) and the requirements of any other relevant authority, the Directors of the Company be and are hereby authorised to purchase such number of ordinary shares in the Company (“BCorporation Shares”) through the Exchange and to take all such steps as are necessary (including the opening and maintaining of a central depositories accounts under the Securities Industry (Central Depositories) Act, 1991) and enter into any agreements, arrangements and guarantees with any party or parties to implement, finalise and give full effect to the aforesaid purchase with full powers to assent to any conditions, modifications, revaluations, variations and/or amendments (if any) as may be imposed by the relevant authorities from time to time and to do all such acts and things in the best interests of the Company, subject further to the following:-

1. the maximum number of ordinary shares which may be purchased and held by the Company shall be equivalent to ten per centum (10%) of the total number of issued shares of the Company;
2. the maximum funds to be allocated by the Company for the purpose of purchasing the ordinary shares shall not exceed the total retained profits of the Company;

NOTICE OF ANNUAL GENERAL MEETING

3. the authority shall commence immediately upon passing of this ordinary resolution until:-
- (a) the conclusion of the next Annual General Meeting (“AGM”) of the Company following the AGM at which such ordinary resolution was passed, at which time it will lapse, unless by ordinary resolution passed at that general meeting, the authority is renewed, either unconditionally or subject to conditions; or
 - (b) the expiration of the period within which the next AGM after that date it is required by law to be held; or
 - (c) revoked or varied by ordinary resolution passed by the shareholders of the Company in a general meeting;

whichever occurs first;

AND THAT upon completion of the purchase(s) of the BCorporation Shares or any part thereof by the Company, the Directors of the Company be and are hereby authorised to deal with any BCorporation Shares so purchased by the Company in the following manner:-

- (a) cancel all the BCorporation Shares so purchased; or
- (b) retain all the BCorporation Shares as treasury shares (of which may be dealt with in accordance with Section 127(7) of the Act); or
- (c) retain part thereof as treasury shares and subsequently cancelling the balance; or
- (d) in any other manner as prescribed by the Act, rules, regulations and orders made pursuant to the Act and the requirements of the Exchange and any other relevant authority for the time being in force.” **RESOLUTION 13**

By Order of the Board

THAM LAI HENG MICHELLE
(MAICSA 7013702)
Secretary

Kuala Lumpur
29 August 2018

NOTES:

1. Audited Financial Statements

The Audited Financial Statements are meant for discussion only as it does not require shareholders’ approval pursuant to the provisions of Section 340(1)(a) of the Companies Act 2016 (“CA 2016”). Hence, this item on the Agenda is not put forward for voting.

2. Directors’ Fee and Directors’ Remuneration

Section 230(1) of the CA 2016 provides that the ‘fees’ of the directors and ‘any benefits’ payable to the directors of a listed company and its subsidiaries shall be approved at a general meeting. Pursuant thereto, shareholders’ approval shall be sought at this Annual General Meeting (“AGM”) for the payment of Directors’ fees and benefits payable to the Non-Executive Directors of the Company under Resolutions 1 to 3.

The quantum of the Directors’ fees proposed for the period from 23 October 2018 until the next AGM of the Company are also the same as the quantum paid for each of the Non-Executive directors in the financial year ended 30 April 2018 and assuming that all the Non-Executive Directors will hold office until the end of the next AGM in 2019.

NOTICE OF ANNUAL GENERAL MEETING

Following the appointment of Ms Penelope Gan Paik Ling as an Independent Non-Executive Director of the Company with effect from 30 March 2018, the Director's fee payable to Ms Penelope Gan Paik Ling was pro-rated from 30 March 2018 (Date of Appointment) until the forthcoming Seventeenth AGM.

The current Directors' remuneration (excluding Directors' fees) payable to the Non-Executive Directors for the Company comprises of meeting allowances, benefits-in-kind and other emoluments.

In determining the estimated remuneration payable to the Non-Executive Directors, the Board considered various factors including the number of scheduled meetings for the Board of Directors ("Board"), Board Committees and general meetings of the Company as well as the number of Non-Executive Directors involved in these meetings. The estimated amount of remuneration also caters for unforeseen circumstances, for example, the appointment of additional Directors, additional unscheduled Board meetings and/or the formation of additional Board Committees.

The proposed Resolutions 1 and 3, if passed, is to facilitate the payment of Directors' fees and Directors' remuneration on a monthly basis and/or as and when incurred. The Board opined that it is just and equitable for the Non-Executive Directors to be paid such payment on such basis upon them discharging their responsibilities and rendering their services to the Company.

In the event, where the payment of Directors' fees and Directors' remuneration (excluding Directors' fees) payable during the above period exceeded the estimated amount sought at this AGM, a shareholders' approval will be sought at the next AGM.

3. Authority to issue and allot shares pursuant to Sections 75 and 76 of the CA 2016

Resolution 11 is proposed for the purpose of granting a renewed general mandate ("General Mandate") and empowering the Directors of the Company, pursuant to Sections 75 and 76 of the CA 2016, to issue and allot new shares in the Company from time to time at such price provided that the aggregate number of shares issued pursuant to the General Mandate does not exceed 10% of the total number of issued shares of the Company for the time being. The General Mandate, unless revoked or varied by the Company in general meeting, will expire at the conclusion of the next AGM of the Company.

As at the date of this Notice, no new shares in the Company were issued pursuant to the mandate granted to the Directors at the last AGM held on 26 October 2017 and which will lapse at the conclusion of the Seventeenth AGM.

The General Mandate will provide flexibility to the Company for any possible fund raising activities, including but not limited to further placing of shares, for purpose of funding future investment project(s), working capital and/or acquisitions.

4. Proposed Renewal of and New Shareholders' mandate for Recurrent Related Party Transactions of a revenue or trading nature

Resolution 12, if passed, will allow the Company and its subsidiaries to enter into Recurrent Related Party Transactions in accordance with Paragraph 10.09 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Proposed Shareholders' Mandate"). Detailed information on the Proposed Shareholders' Mandate is set out under Part A of the Circular/Statement to Shareholders dated 29 August 2018 which is despatched together with the Company's 2018 Annual Report.

5. Proposed Renewal of Authority for the Company to purchase its own shares

Resolution 13, if passed, will provide the mandate for the Company to buy back its own shares up to a limit of 10% of the total number of issued shares of the Company ("Proposed Share Buy-Back Renewal"). Detailed information on the Proposed Share Buy-Back Renewal is set out under Part B of the Circular/Statement to Shareholders dated 29 August 2018 which is despatched together with the Company's 2018 Annual Report.

NOTICE OF ANNUAL GENERAL MEETING

6. Proxy and Entitlement of Attendance

- i) A member of the Company who is entitled to attend, speak and vote at the meeting is entitled to appoint a proxy to exercise all or any of his/her rights to attend, participate, speak and vote in his/her stead. A proxy may but need not be a member of the Company.
- ii) A member, other than an authorised nominee or an exempt authorised nominee may appoint only one (1) proxy.
- iii) An authorised nominee, as defined under the Securities Industry (Central Depositories) Act 1991 ("SICDA"), may appoint one (1) proxy in respect of each securities account.
- iv) An exempt authorised nominee, as defined under the SICDA, and holding ordinary shares in the Company for multiple beneficial owners in one securities account ('omnibus account'), may appoint multiple proxies in respect of each of its omnibus account.
- v) An individual member who appoints a proxy must sign the Form of Proxy personally or by his attorney duly authorised in writing. A corporate member who appoints a proxy must execute the Form of Proxy under seal or under the hand of its officer or attorney duly authorised.
- vi) The duly executed Form of Proxy must be deposited at the Company's Registered Office at Lot 13-01A, Level 13 (East Wing), Berjaya Times Square, No 1, Jalan Imbi, 55100 Kuala Lumpur not less than forty-eight (48) hours before the time appointed for holding the meeting.
- vii) Only members whose names appear in the Record of Depositors as at 15 October 2018 shall be entitled to attend and vote at the meeting.

7. Poll Voting

Pursuant to Paragraph 8.29A(1) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, all the Resolutions set out in this Notice will be put to vote by poll.

FORM OF PROXY

BERJAYA CORPORATION BERHAD
(Company No. 554790-X)

I/We _____
(Name in full)

I.C. or Company No _____ CDS Account No. _____
(New and Old I.C. Nos.)

of _____
(Address)

being a member/members of BERJAYA CORPORATION BERHAD

hereby appoint: _____ I/C No. _____ of
(Name in full) (New and Old I.C. Nos.)

_____ (Address)

or failing him/her, _____ I/C No. _____ of
(Name in full) (New and Old I.C. Nos.)

_____ (Address)

or failing him/her, the CHAIRMAN OF THE MEETING as my/our proxy to vote for me/us on my/our behalf, at the Seventeenth Annual General Meeting of the Company to be held at Perdana Ballroom, Bukit Jalil Golf & Country Resort, Jalan Jalil Perkasa 3, Bukit Jalil, 57000 Kuala Lumpur on Monday, 22 October 2018 at 10.00 a.m. and at any adjournment thereof.

This proxy is to vote on the Resolutions set out in the Notice of the Meeting as indicated with an "X" in the appropriate spaces. If no specific direction as to voting is given, the proxy will vote or abstain from voting at his/her discretion.

	FOR	AGAINST
RESOLUTION 1 - To approve the payment of Directors' Fees for the period from 23 October 2018 until the next AGM of the Company.		
RESOLUTION 2 - To approve the payment of Directors' Fees for the period from 30 March 2018 until the forthcoming AGM of the Company.		
RESOLUTION 3 - To approve the payment of Directors' Remuneration (excluding Directors' Fees) for the period from 23 October 2018 until the next AGM of the Company.		
RESOLUTION 4 - To re-elect Dato' Sri Robin Tan Yeong Ching as Director.		
RESOLUTION 5 - To re-elect Dato' Zurainah Binti Musa as Director.		
RESOLUTION 6 - To re-elect Chan Kien Sing as Director.		
RESOLUTION 7 - To re-elect Dr Jayanthi Naidu A/P G. Danasamy as Director.		
RESOLUTION 8 - To re-elect Tan Sri Dato' Seri Vincent Tan Chee Yioun as Director.		
RESOLUTION 9 - To re-elect Penelope Gan Paik Ling as Director.		
RESOLUTION 10 - To re-appoint Auditors.		
RESOLUTION 11 - To approve authority to issue and allot shares.		
RESOLUTION 12 - To renew and to seek shareholders' mandate for Recurrent Related Party Transactions.		
RESOLUTION 13 - To renew authority for the Company to purchase its own shares.		

No. of shares held

.....
Signature(s)/Common Seal of Member(s)

Dated this day of, 2018.

Notes:

- (1) A member of the Company who is entitled to attend, speak and vote at the meeting is entitled to appoint a proxy to exercise all or any of his/her rights to attend, participate, speak and vote in his/her stead. A proxy may but need not be a member of the Company.
- (2) A member, other than an authorised nominee or an exempt authorised nominee may appoint only one (1) proxy.
- (3) An authorised nominee, as defined under the Securities Industry (Central Depositories) Act 1991 ("SICDA"), may appoint one (1) proxy in respect of each securities account.
- (4) An exempt authorised nominee, as defined under the SICDA, and holding ordinary shares in the Company for multiple beneficial owners in one securities account ('omnibus account'), may appoint multiple proxies in respect of each of its omnibus account.
- (5) An individual member who appoints a proxy must sign the Form of Proxy personally or by his attorney duly authorised in writing. A corporate member who appoints a proxy must execute the Form of Proxy under seal or under the hand of its officer or attorney duly authorised.
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- (7) Only members whose names appear in the Record of Depositors as at 15 October 2018 shall be entitled to attend and vote at the meeting.
- (8) Pursuant to Paragraph 8.29A(1) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, all the Resolutions set out in this Notice will be put to vote by poll.

Fold this flap for sealing

Affix
Stamp

**THE COMPANY SECRETARY
BERJAYA CORPORATION BERHAD**

LOT 13-01A, LEVEL 13 (EAST WING)
BERJAYA TIMES SQUARE
NO. 1, JALAN IMBI
55100 KUALA LUMPUR

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For further information, please contact:

The Company Secretary

Lot 13-01A, Level 13 (East Wing), Berjaya Times Square, No 1, Jalan Imbi, 55100 Kuala Lumpur, Malaysia

Tel: 03-2149 1999 Fax: 03-2143 1685

www.berjaya.com

